



**WSIB** **2006**  
**Premium**  
**Rates** **MANUAL**

---

**SECTION 7**

---

*Supporting Documentation  
for Schedule 1*



Workplace Safety &  
Insurance Board

Commission de la sécurité  
professionnelle et de l'assurance  
contre les accidents du travail

**2006 PREMIUM RATES**  
**5-YEAR HISTORICAL SUMMARY AND 2-YEAR PROJECTION**

**Schedule 1**

<b>Year</b>	<b>Insurable Earnings</b>	<b>Maximum Insurable Earnings Ceiling</b>	<b>Average Insurable Earnings</b>	<b>Employment</b>	<b>Number of LTIs</b>	<b>Lost Time Injury Rate</b>
2000	\$110,610,610,585	\$59,300	\$29,525	3,746,318	92,172	2.46%
2001	\$115,024,933,195	\$60,600	\$30,509	3,770,215	86,198	2.29%
2002	\$121,650,654,757	\$64,600	\$31,525	3,858,861	83,658	2.17%
2003	\$125,694,056,901	\$65,600	\$32,121	3,913,091	80,118	2.05%
2004	\$131,970,239,000	\$66,800	\$32,688	4,037,329	78,600	1.95%
2005	\$137,968,347,693	\$67,700	\$33,426	4,127,546	77,082	1.87%
2006	\$142,894,145,522	\$69,400	\$33,929	4,211,586	74,801	1.78%

## 2006 PREMIUM RATES

### NEW CLAIMS COST BY CLASS

<u>Class</u>	<u>Description</u>	<u>2006 New Claims Cost</u> Cost per LTI (\$)	<u>2006</u> <u>Premium</u> Rate (\$)
A	FOREST PRODUCTS	39,038	4.71
B	MINING AND RELATED INDUSTRIES	74,715	6.61
C	OTHER PRIMARY INDUSTRIES	15,859	3.75
D	MANUFACTURING	20,415	2.30
E	TRANSPORTATION AND STORAGE	25,127	4.55
F	RETAIL AND WHOLESALE TRADES	12,669	1.59
G	CONSTRUCTION	51,379	6.18
H	GOVERNMENT AND RELATED SERVICES	11,702	1.12
I	OTHER SERVICES	10,773	1.18
	<b>Schedule 1</b>	<b>19,560</b>	<b>2.26</b>

**2006 PREMIUM RATES  
SUB-COMPONENTS OF OVERHEAD EXPENSES**

**Schedule 1**

<b><u>Overhead Expenses Component</u></b>	<b><u>Overhead Expenses Sub-Component</u></b>	<b><u>Premium Rate Component</u></b>
<b>B.1</b>	<b>WSIB Administrative</b>	<b>0.278</b>
<b>B.2</b>	<b>Legislative Obligations</b>	
	WSIAT	0.013
	Office of Worker Advisor	0.006
	Office of Employer Advisor	0.002
	OHSA	0.054
	Mine Rescue	0.001
	Program Administration	0.000
	Institute of Work & Health	0.003
		<hr/>
	<b>Sub-Total</b>	<b>0.079</b>
<b>B.3</b>	<b>Accident Prevention</b>	<b>0.046</b>
	-	
<b>B.4</b>	<b>TOTAL OVERHEAD EXPENSES</b>	<b>0.406</b>

## 2006 PREMIUM RATE COMPONENTS

### Schedule 1

Component	2006 Premium Rate Per \$100 Of Insurable Earnings	Percentage of 2006 Premium Rate	2005 Premium Rate Per \$100 Of Insurable Earnings	Percentage of 2005 Premium Rate
<b>A. NEW CLAIMS COST</b>				
1. GROSS NEW CLAIMS COST	1.039		1.023	
2. Second Injury Enhancement Fund (SIEF)				
a. <i>minus</i> Relief	(0.220)		(0.213)	
b. <i>plus</i> Transfer Charge	0.220		0.213	
3. NET NEW CLAIMS COST	1.040	1.040	1.024	1.024
		46%		47%
<b>B. OVERHEAD EXPENSES</b>				
1. WSIB Administrative	0.280		0.290	
2. Legislative Obligations	0.079		0.077	
3. Accident Prevention	0.046		0.048	
4. TOTAL OVERHEAD EXPENSES	0.406	0.406	0.415	0.415
		18%		19%
<b>C. UNFUNDED LIABILITY</b>		0.736		0.706
		33%		32%
<b>D. (GAIN)/LOSS</b>		0.078		0.049
		3%		2%
<b>E. TOTAL PREMIUM RATE (A+B+C+D)</b>	2.26	100%	2.19	100%

**2006 PREMIUM RATES**

**Summary of Premium Rate Components by Class  
per \$100 of Insurable Earnings**

<u>Class</u>	<u>Description</u>	<u>New Claims Cost</u> (\$)	<u>Overhead</u> (\$)	<u>Unfunded Liability</u> (\$)	<u>(Gain)/Loss</u> (\$)	<u>2006 Premium Rate</u> (\$)
A	FOREST PRODUCTS	2.107	0.790	1.492	0.318	4.71
B	MINING AND RELATED INDUSTRIES	2.804	1.304	1.985	0.512	6.61
C	OTHER PRIMARY INDUSTRIES	1.822	0.695	1.290	(0.060)	3.75
D	MANUFACTURING	1.033	0.418	0.731	0.119	2.30
E	TRANSPORTATION AND STORAGE	2.217	0.598	1.570	0.160	4.55
F	RETAIL AND WHOLESALE TRADES	0.718	0.326	0.508	0.033	1.59
G	CONSTRUCTION	3.020	0.895	2.138	0.129	6.18
H	GOVERNMENT AND RELATED SERVICES	0.473	0.267	0.335	0.040	1.12
I	OTHER SERVICES	0.539	0.245	0.382	0.012	1.18
	<b>SCHEDULE 1</b>	<b>1.040</b>	<b>0.406</b>	<b>0.736</b>	<b>0.078</b>	<b>2.26</b>