

# Workers' Compensation Audit Noncompliance Charge (ANC)



In February 2020, AmTrust Financial is introducing a new audit noncompliance charge (ANC) for workers' compensation policies, coordinating with surcharges recently adopted by state bureaus and the National Council on Compensation Insurance (NCCI). The ANC commences with policy audit dates of February 1, 2020 and will be applicable in most states. Please reference the table below to find the specific rate for your state.

States	ANC Charge
AL, AR, CA, CO, CT, DC, DE, FL, GA, IA, ID, IL, KY, LA, MD, ME, MN, MO, MS, NC, NE, NH, NJ, NM, OR, RI, SC, SD, TN, UT, VA, VT, WV	150%
AZ, HI, KS, OK, PA	200%
MT, NV, WI	100%

AK, IN, MA, MI, NY, TX did not adopt the ANC surcharge.

The ANC complies with NCCI and state bureau rules, providing a consistent method to persuade policyholders to complete their premium audits as required.



## Why Apply the ANC to Workers' Compensation Policies?

Workers' compensation premiums are estimated prior to the start of a policy and based on expected business operation and payroll information. To ensure these figures are accurate and classifications remain appropriate, all workers' compensation policies are subject to an audit to determine the actual premium.

If a policyholder does not complete the request for a premium audit, the ANC will be applied based on the specific rate for your state. This ANC rule applies to any and all types of workers' compensation premium audits. If the policyholder later completes the audit, the ANC will be removed and the final audit will be calculated based on actual exposures.

## AmTrust's Online Premium Audit Capabilities

AmTrust has made it easier than ever for insureds to complete a premium audit through our new online audit portal. The benefits of using the online tool include:

- Easy login
- Intuitive interface
- Secure data transmission
- Faster client refunds
- Automated calculations, not estimates

For more information and FAQs about AmTrust's premium audit process, please visit:

[www.amtrustfinancial.com/quick-links/premium-audit](http://www.amtrustfinancial.com/quick-links/premium-audit)