



## **MICHIGAN WORKERS' COMPENSATION PLACEMENT FACILITY**

JERRY J. STAGE  
President  
CEO  
Ext. 211

JON D. HEIKKINEN  
Senior Vice President  
CAOM Operations  
Ext. 225

GARY L. THOMPSON  
Vice President  
MWCPF Operations  
Ext. 224

**September 1, 2004**

**CIRCULAR LETTER #194  
TO ALL MEMBERS OF THE  
MICHIGAN WORKERS' COMPENSATION PLACEMENT FACILITY  
RE: NOTIFICATION ENDORSEMENT OF PENDING LAW CHANGE TO  
TERRORISM RISK INSURANCE ACT OF 2002 (WC 00 01 12)**

**Dear Carrier:**

The Terrorism Risk Insurance Act of 2002 (TRIA) is set to expire on December 31, 2005. The United State Congress has yet to act on an extension of this Act. This endorsement is being added to all Michigan Residual Market Workers' Compensation policies (new and renewal) effective January 1, 2005.

A copy of the Endorsement WC 00 01 12 is attached. This endorsement is also available on our website at [www.caom.com](http://www.caom.com).

Please call with any questions.

Sincerely,

Gary Thompson

Attachment

**MICHIGAN WORKERS' COMPENSATION PLACEMENT FACILITY  
BASIC MANUAL FOR WORKERS' COMPENSATION AND EMPLOYERS' LIABILITY  
INSURANCE PART FOUR-POLICY FORMS AND ENDORSEMENTS**

**MICHIGAN WORKERS' COMPENSATION PLACEMENT FACILITY  
BASIC MANUAL FOR WORKERS' COMPENSATION AND EMPLOYERS LIABILITY INSURANCE  
Original Printing**

**WC 00 01 12**

---

**WORKERS COMPENSATION AND EMPLOYERS LIABILITY INSURANCE POLICY WC 00 01 12**

**Notification Endorsement of Pending Law Change to Terrorism Risk Insurance Act of 2002**

This endorsement is being sent to you with respect to your workers compensation and employers liability insurance policy. This endorsement does not replace the separate Terrorism Risk Insurance Act Endorsement (WC 00 04 20) that is attached to your current policy and which remains in effect as applicable.

The Terrorism Risk Insurance Act of 2002 (TRIA) took effect on November 26, 2002 and provides for a three-year program under which the Federal Government will share in the payment of insured losses caused by certain acts of terrorism. In the absence of affirmative U.S. Congressional action to extend, update or otherwise reauthorize in whole or in part, TRIA is scheduled to expire December 31, 2005.

Since the timetable for any further Congressional action respecting TRIA is unknown at this time, and the exposure to acts of terrorism remains, we are providing our policyholders with relevant information concerning their workers compensation policies in effect on or after January 1, 2005 in the event of TRIA's expiration.

Your policy provides coverage for workers compensation losses caused by acts of terrorism or war, including workers compensation benefit obligations dictated by state law. Coverage for such losses is still subject to all terms, definitions, exclusions, and conditions in your policy.

The premium charge for the coverage your policy provides for terrorism or war losses is shown in Item 4 of the Information Page or the Schedule in the Terrorism Risk Insurance Act Endorsement (WC 00 04 20) that is attached to your policy, and this amount may continue or change for new, renewal, and inforce policies in effect on or after December 31, 2005 in the event of TRIA's expiration, subject to regulatory review in accordance with applicable state law.

You need not do anything further at this time.

**ORIGINAL PRINTING**

**Effective January 1, 2005**

2004 National Council on Compensation Insurance, Inc. All Rights Reserved. Reprinted with permission.