

# **Client Services Policy Manual**

Policy Number: PR-03

Subject: PRIME Adjustments

Chapter: PRIME

## **Policy Statement**

On an annual basis, all employers eligible for the practice and experience incentive components of PRIME are informed about their experience incentive range and their PRIME practice refund and experience refunds or charges. However, as various factors on an employer's account may change during any given year, it is sometimes necessary to adjust the experience incentive range and possibly the refunds and charges that have previously been applied to the employer's account. This is required to ensure that all employers are assessed based on the current information for their account so that their assessment represents the current operations of the employer.

The time limits for adjustments to an employer's account which are listed below are outlined in Policy ES-14 Statute of Limitations.

#### General

Examples of factors that may change and therefore result in revised calculations on an employer's account include, but are not limited to:

- 1. Status An employer may reactivate from suspended to active status, or deactivate from active to suspended status;
- 2. Assessable Payroll An increase or decrease in assessable payroll;
- 3. Classification An employer's operation may change in terms of the industry in which the employer operates;
- 4. Grouping An employer may change its business operations or reporting structure (refer to Policy PR-04 PRIME Employer Groupings);
- Cost Relief An employer may receive cost relief due to second injury (refer to Policy ES-11 Second Injury Relief), negligence (refer to Policy ES-12 Transfer of Injury Costs), or for administrative reasons (refer to Policy ES-13 Administrative Cost Relief);
- 6. Practice Incentive Criteria Where WorkplaceNL is unable to validate an employer as required by Policy PR-06 PRIME Practice Incentive for Provincially Regulated Employers, PR-07 PRIME Practice Incentive for Federally Regulated Employers and PR-14 PRIME Practice Incentive Path



# **Client Services Policy Manual**

Policy Number: PR-03

Subject: PRIME Adjustments

Chapter: PRIME

1- OHS Education, adjustments to any practice refunds and experience refunds/charges may be required;

- 7. Type of Coverage An employer's type of coverage may change to one that is excluded (i.e. Optional Personal Coverage or Householder Coverage), resulting in ineligibility for both PRIME components; and
- 8. Eligibility A change in eligibility for the practice incentive component or the experience incentive component (or both).

Changes to any of the above factors may require adjustments to the assessment or PRIME calculations on an employer's account. An adjusted invoice will be issued where it is warranted. For an explanation of adjustments, refer to Policy PR-05 PRIME Reporting.

### **Merits and Justice**

Where the individual circumstances of a case are such that the provisions of this policy cannot be applied or to do so would cause an unfair or unintended result, WorkplaceNL will decide the case based on its individual merits and justice as outlined by Policy EN-22 Merits and Justice. Such a decision will be considered for that specific case only and will not be precedent setting.

#### Reference:

Workplace Health, Safety and Compensation Act, 2022, Section 117 Policies:

EN-22, Merits and Justice, ES-11 Second Injury Relief, ES-12 Transfer of Injury Costs, ES-13 Administrative Cost Relief, PR-05 – PRIME Reporting, PR-06 PRIME Practice Incentive for Provincially Regulated Employers, PR-07 PRIME Practice Incentive for Federally Regulated Employers, and PR-14 PRIME Practice Incentive Path 1- OHS Education

## **Amendment History**

Original Effective Date 2006 01 01

Revision #3 Board approved on 2022 06 30 for effect on 2023 01 01 Revision #4 Board approved on 2023 10 19 for effect on 2024 01 01

Reviewed 2024 06 27

Next Review Date 2025 06 30