



Examples of Application of Workers' Compensation Manual Rates Using 2010 Rates

EXAMPLE 1:

Property X is located onshore Louisiana and \$1,000 in labor charges was incurred for production operations for the month. Operator A is self-insured for workers' compensation and charges the joint account as follows:

Class Code: 1320

Louisiana onshore rate per \$100 of payroll: 4.35

Convert the rate to a percentage:

$$\frac{\$ 4.35}{100} = 0.0435 \quad X \quad \$1,000 = \$ 43.50 \quad \text{Charge to the joint account}$$

EXAMPLE 2:

Same information as example 1, however, the property is located offshore Louisiana, therefore, the rate is adjusted for the USL&H factor listed for Louisiana.

$$\$ 4.35 \quad X \quad 2.22 = \frac{\$ 9.66}{100} \quad X \quad \$1,000 = \$ 96.57 \quad \text{Charge to the joint account}$$

EXAMPLE 3:

Same information as Example 2, however, drilling operations are being conducted on the property:

Class Code: 6235

Louisiana onshore rate per \$100 of payroll: 17.26

$$\$17.26 \quad X \quad 2.22 = \frac{\$ 38.32}{100} \quad X \quad \$1,000 = \$ 383.17 \quad \text{Charge to the joint account}$$