

1 Department of Commerce

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3 Adopted Permanent Rules Relating to Liquor Liability Assigned

4 Risk Rates

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6 Rules as Adopted

7 2783.0060 RATING PLAN.

8 Rates Applicable To Minimum Coverage Required By

9 Minnesota Statutes, Section 340A.409, Subdivision 1

10 Limits	11 Package Goods	12 Restaurants	13 Special Events
14 50/100	\$ .34	\$1.17	\$4.00

15 The above rates are per \$100 worth of liquor sales.

16 BAR RATE FOR INDICATED NUMBER OF CLAIMS  
17 IN THE LAST THREE YEARS

18 Limits	19	20	21
22 50/100	0 CLAIMS	\$ 2.00	
	1 CLAIM	\$ 3.70	
	2 CLAIMS	\$ 5.75	
	3 CLAIMS	\$ 7.70	
	4 CLAIMS	\$ 9.65	
	5 CLAIMS	\$11.60	
	6 CLAIMS	\$13.55	
	7 CLAIMS	\$15.50	
	8 CLAIMS	\$17.40	
	9 CLAIMS	\$19.30	

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31 Minimum Premium

32 Off Sale	33 Restaurants	34 Bars	35 Special Events
\$310/year	\$825/year	\$900/year	\$100/day - four days maximum \$500/event - over four days

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39 Increased Limits Factors

40 Note: Increased limits are available through the plan  
41 only to vendors who are required to carry increased  
42 limits by their local licensing authority. The plan  
43 requires that it be provided with a copy of the  
44 ordinance at the same time an application is submitted.

45 The factors shown below must be applied to the rates and  
46 minimum premiums shown for the applicable classification.

47 Increased Limits	48 Factor	49 Minimum Premium	50 Over \$2,500 Sales Rate Per 100
100/100/20	2.00	\$200	\$ 8/100

1	200/200/40	2.50	\$250	\$10/100
2	300/300/60	3.00	\$300	\$12/100
3	500/500/100	4.00	\$400	\$16/100

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5 Above limits are stated in thousands.

6 Premium payment for 50 percent of annual premium for  
7 full-time vendors or 100 percent of premium for special events  
8 must be received in the assigned risk plan office prior to  
9 coverage being bound. The remaining 50 percent of the premium  
10 for full-time vendors must be received by the assigned risk plan  
11 within 45 days of the effective date of the coverage in order to  
12 avoid cancellation.

13 All policies issued by the assigned risk plan carry a  
14 \$300,000 annual aggregate except when limits are increased to  
15 \$500,000, the aggregate will be \$500,000.

16 For purposes of the rating plan, no experience or scheduled  
17 credits apply.

18 A combined bar and package establishment is rated as a bar  
19 for purposes of the plan.

20 A restaurant for purposes of the rating plan is a liquor  
21 vendor whose revenue from liquor sales is less than 50 percent  
22 of its combined liquor and food sales.

23 A bar for purposes of the rating plan is a liquor vendor  
24 whose revenues from liquor sales is 50 percent or more of its  
25 combined liquor and food sales.

26 A loss and the violation that resulted in that loss are  
27 deemed to be one incident for purposes of the rating plan. A  
28 loss shall not be considered a claim for purposes of the rating  
29 plan if the circumstances which resulted in that loss would not  
30 result in a loss at the time of application to the assigned risk  
31 plan because state law prohibits recovery by an insurance  
32 company against any liquor vendor under subrogation clauses of  
33 the uninsured, underinsured, collision, or other first party  
34 coverages of a motor vehicle insurance policy as a result of  
35 payments made by the company to persons who have claims that  
36 arise in whole or in part under Minnesota Statutes, section  
37 340A.801. The applicant shall have the burden of proof to  
38 establish that a loss which occurred prior to the adoption of

1 Minnesota Statutes, section 340A.801, should not be classified  
2 as a loss.

3 The rates charged by the assigned risk plan shall not be  
4 deemed to be the maximum rates allowed to be charged for liquor  
5 liability insurance in Minnesota.

6 Upon adoption of this chapter any certificate of coverage  
7 previously issued by the assigned risk plan shall be subject to  
8 retroactive rebate, dividend, surcharge, or other charge as may  
9 be necessitated by the adoption of this rating plan. Premiums  
10 for certificates of coverage previously issued shall be  
11 determined as if this rating plan were in effect at the time of  
12 issuance of the certificate of coverage.