

WORKERS' COMPENSATION ELECTION OF COVERAGE

Minnesota Workers' Compensation law (Minn. § Stat. 176.041) exempts coverage for the following employed persons and their spouses, parents or children (regardless of age or wage rate):

1. An individual owner of a business (a Sole Proprietorship).
2. Partners of a Partnership.
3. Executive officers of a Family Farm Corporation.
4. Managers of Limited Liability Companies in which the LLC has:
 - 10 or fewer members (i.e., owners)
 - Less than 22,880 hours of payroll in the previous calendar year,
 - If both are applicable, only managers who own at least 25% membership interest are excluded and must elect to be included.

I N C L U D E	E X C L U D E	<ul style="list-style-type: none"> List the name(s) of: the Sole Proprietor, All Partners, All Executive Officers, or Managers of LLC. Indicate by checking the appropriate box whether each person is to remain excluded for coverage or whether coverage is desired. 	Title

SIGNATURE _____ **TITLE** _____ **DATE** _____

I N C L U D E	E X C L U D E	<ul style="list-style-type: none"> List the name(s) of: spouse, parents or children of those people listed in the section above. Indicate by checking the appropriate box whether each person is to remain excluded for coverage or whether coverage is desired. 	Relationship

SIGNATURE _____ **TITLE** _____ **DATE** _____

Named Insured: _____

Policy Number: _____



Return Original to:
 Farmers Insurance Pool • 3357 39th St SW, Ste 1 • Fargo, ND 58104
 Toll Free at (888) 217-5100 or 271-9183

ELECTION OF COVERAGE

Understanding Who Is Covered and Who is Not Covered on a Workers' Compensation Insurance Policy

When electing coverage for an Owner/Partner/Officer or Family Member, there are **minimum** payroll amounts that must be met to calculate premiums.

Policy Year	Sole Prop/Partner/Officer Minimum Payroll	Family Member Minimum Payroll
2011	\$22,360/yr -or- \$430/week	\$13,676/yr -or- \$263/week

To calculate premium, divide payroll by 100, then multiply by the class code rate.
For further information about the minimum payroll amounts, please contact the Pool.

Sole Proprietorship

If your entity is a "Sole Proprietorship", the following people are EXCLUDED from Workers' Comp Coverage, unless you choose to endorse any of the following people onto the policy:

- The Policy Owner
- Owner's Spouse
- Owner's Parents
- Owner's Immediate Children (regardless of age and including stepchildren)

Partnership

If your entity is a "Partnership", the following people are EXCLUDED from Workers' Comp Coverage, unless the partners choose to endorse any of the following people onto the policy:

- The Partners
- Partners' Spouses
- Partners' Parents
- Partners' Immediate Children (regardless of age and including stepchildren)

Family Farm Corporation

The following people are EXCLUDED from Workers' Comp Coverage in a Family Farm Corporation, unless the Corporation chooses to endorse any of the following people onto the policy:

- Any Executive Officer: (Pres, VP, Secretary, Treasurer, CEO, CFO, etc.)
- Officers' Spouses
- Officers' Parents
- Officers' Immediate Children (regardless of age and including stepchildren)

