Following are examples of the proper loss deduction codes to be used for an original claim and a corrected claim:

    Claim #1 – Indemnity amount $1,500, producer premium amount of $600

    Loss Deduction Code of "M"        $600
    Loss Deduction Code of "E"         $900

On the next example a corrected claim is processed for the same policy as #1 reducing the indemnity amount to $1,100

    Claim #2 – Indemnity amount $1,100, producer premium amount $600

    Loss Deduction Code of "M"        $600
    Loss Deduction code of "E"        $500

If the producer owed premium of $150 on another policy when claim #2 processed the following codes should be used.

    Loss Deduction Code of "M"        $600
    Loss Deduction Code of "P"        $150
    Loss Deduction Code of "E"        $350

Codes:    M    Indemnity applied to the premium on the indemnified policy
           P    Indemnity applied to the premium on another policy
           E    Escrow
           F    Indemnity applied to the Administrative Fee
           R    Recovery of Prior or Subsequent Year Premium or Overpaid Indemnity
           O    Other
           V    Void Check