

Pennsylvania Compensation Rating Bureau

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August 17, 2016

PCRB CIRCULAR NO. 1666

To All Members of the PCRB:

Re: APPROVAL OF F-CLASSIFICATION AND USL&HW RATING VALUES EFFECTIVE OCTOBER 1, 2016

By action dated August 16, 2016, the Pennsylvania Insurance Commissioner has approved revised US Longshore & Harbor Workers "F-Class" rates and related rating values **effective on a new and renewal basis** as of 12:01 a.m., **October 1, 2016**.

The approved rates are those submitted under PCRB Filing No. C-367, resulting in an overall average decrease of 41.6 percent from existing rates. The rates and rating values are attached. Details regarding this approved filing remain available on the PCRB's website.

Manual revisions reflecting approved rating values effective October 1, 2016 will be updated on the PCRB website at a later date.

Questions regarding the approved October 1, 2016 F-Class Filing may be directed to Kenneth Creighton, Chief Actuary, at Extension 4924 or <u>kcreighton@pcrb.com</u>, John Pedrick, Vice President - Actuarial Services, at Extension 4429 or <u>jpedrick@pcrb.com</u>, or to me at Extension 4413 or <u>wtaylor@pcrb.com</u>.

William V. Taylor President

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Remember to visit our web site at www.pcrb.com for more information about this and other topics.

PENNSYLVANIA UNITED STATES LONGSHORE AND HARBOR WORKERS RATES MANUAL RATES AND EXPECTED LOSS RATES APPROVED EFFECTIVE OCTOBER 1, 2016 NEW AND RENEWAL

| Code | Manual | Min | Experience Rating Plan Expected Loss Rate Tables* | | | Hazard |
|-------|--------|-------|--|-------|-------|--------------|
| No. | Rate | Prem. | A-1 | A-2 | A-3 | Group A-G |
| 6824F | 11.30 | 3,000 | 3.60 | 5.39 | 6.29 | F |
| 6826F | 11.82 | 3,000 | 3.77 | 5.64 | 6.58 | E |
| 6843F | 14.84 | 3,000 | 4.73 | 7.08 | 8.26 | G |
| 6872F | 34.15 | 3,000 | 10.89 | 16.28 | 19.00 | G |
| 7309F | 58.59 | 3,000 | 18.68 | 27.94 | 32.60 | G |
| 7313F | 12.39 | 3,000 | 3.95 | 5.91 | 6.89 | G |
| 7317F | 30.97 | 3,000 | 9.87 | 14.77 | 17.23 | G |
| 7327F | 24.10 | 3,000 | 7.68 | 11.49 | 13.41 | G |
| 7366F | 12.53 | 3,000 | 3.99 | 5.97 | 6.97 | G |
| 8709F | 6.46 | 1,890 | 2.06 | 3.08 | 3.59 | G |
| 8726F | 3.62 | 1,190 | 1.15 | 1.73 | 2.01 | E |

* Table A-1 applies to the most current policy year, Table A-2 to the first prior year, and Table A-3 to second prior policy year.

VOLUNTARY MARKET

Expense Constant: \$305

PENNSYLVANIA WORKERS COMPENSATION MANUAL SECTION 2 EFFECTIVE DATE: OCTOBER 1, 2016

RATING VALUES

EXCESS LOSS (PURE PREMIUM) FACTORS FOR UNITED STATES LONGSHORE AND HARBORWORKERS ACT

Effective April 1, 2009 carriers should use the excess loss pure premium factors table applicable to State Act coverages.

Pennsylvania Retrospective Rating Tax Multiplier Federal Classes, or Non F where rate is increased by USL&HW Act Percentage

1.1226