

PENNSYLVANIA COMPENSATION RATING BUREAU

Merit Rating Plan Off-Balance Indications

This exhibit shows data relevant to the calculation of the Merit Rating Plan Off-Balance Factor applicable to Manual Premium. The factor, as a ratio to standard premium, is 0.0026, representing a slight decrease compared to the 0.0039 included in current loss costs.

**Pennsylvania Compensation Rating Bureau**

**Analysis of Merit Rating Plan Off-Balance Indications**

<b>Risk Type</b>	<b># of Risks</b>	<b>Manual Premium Before MRP</b>	<b>MRP Adjustment</b>	<b>Standard Premium Before Adjustment</b>	<b>Average Debit / Credit</b>
1. Not Qualified for MRP	58,509	27,704,631	-	27,704,345	0.00%
2. Qualified for MRP Discount	151,027	113,156,135	(5,657,806)	113,128,633	-5.00%
3. Qualified for MRP No Adjustment	2,120	6,867,867	-	6,863,174	0.00%
4. Qualified for MRP Surcharge	197	1,704,270	85,213	1,707,969	5.00%
5. Experience Rated Risks	66,820	2,064,269,398	-	1,994,514,776	0.00%
<b>Total</b>	<b>278,673</b>	<b>2,213,702,301</b>	<b>(5,572,593)</b>	<b>2,143,918,897</b>	<b>-0.25%</b>
<b>Ratio to Standard Premium</b>					<b>-0.26%</b>
<b>Increment to Manual Premium</b>					<b>0.0026</b>

Data from policies effective 2020-2021 using 2021 Manual and Standard Premium.