



Pennsylvania Compensation Rating Bureau

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February 13, 2020

VIA SERFF

The Honorable Jessica K. Altman
Insurance Commissioner
Commonwealth of Pennsylvania - Insurance Department
1311 Strawberry Square
Harrisburg, PA 17120

Attention: Mark Lersch, Director, Bureau of Property & Casualty Insurance
Michael McKenney, Actuarial Supervisor, Bureau of Property & Casualty Insurance

RE: **Addendum to PCRB Filing C-377, Loss Cost Filing to Reflect Changes to Table B Proposed Effective April 1, 2020**

Dear Commissioner Altman:

On behalf of the members of the Pennsylvania Compensation Rating Bureau (PCRB), we hereby submit an addendum to the recently approved Filing C-377, which contains minor changes to Table B to be **effective 12:01 a.m., April 1, 2020** with respect to new and renewal policies having effective dates on or after that date. No other changes to Filing C-377 are being submitted.

Subsequent to the submission and approval of Filing C-377, two of the expected loss ranges in Table B, which is used in Experience Rating Plan calculations, were determined to be misstated. Attached is an amended Table B with the impacted values highlighted. The values were updated to show the expected loss ranges that were intended, based on the currently approved methodology. Based on the updated expected loss ranges, the corresponding C (Credibility) and LxC (Weighted Maximum Value Charge) columns were also updated based on the formulas. Due to these changes being both minor and at the higher end of the expected loss ranges, there were insignificant impacts to the experience rating plan modifications with only a few in-force insureds having any movements.

The PCRB appreciates your timely review of this filing, allowing implementation on a new and renewal basis effective April 1, 2020.

Please direct all questions to Brent Otto, Vice President of Actuarial Services & Chief Actuary, or to Kenneth Creighton, Director of Actuarial Services.

Sincerely,

William V. Taylor
President
WVT/dn

Amended Effective: April 1, 2020
Table B
PENNSYLVANIA EXPERIENCE RATING PLAN

Expected Losses	Credibility "C"	Maximum Value of one Accident	Weighted Maximum Value Charge "L" * "C"	
(1)	(2)	(3)	(4)	
-	10,706	0.283	42,500	0.146
10,707	11,784	0.287	42,500	0.148
11,785	12,909	0.291	42,500	0.150
12,910	14,085	0.295	42,500	0.152
14,086	15,318	0.299	42,500	0.154
15,319	16,612	0.303	42,500	0.156
16,613	17,971	0.307	42,500	0.159
17,972	19,399	0.311	42,500	0.161
19,400	20,901	0.315	42,500	0.163
20,902	22,481	0.319	42,500	0.165
22,482	24,144	0.324	42,500	0.167
24,145	25,894	0.332	42,500	0.171
25,895	27,737	0.340	42,500	0.176
27,738	29,678	0.348	42,500	0.180
29,679	31,723	0.356	42,500	0.184
31,724	33,877	0.364	42,500	0.188
33,878	36,147	0.372	42,500	0.192
36,148	38,539	0.380	42,500	0.196
38,540	41,061	0.388	42,500	0.200
41,062	43,719	0.395	42,500	0.204
43,720	46,522	0.403	42,500	0.208
46,523	49,479	0.411	42,500	0.212
49,480	52,598	0.418	42,500	0.216
52,599	55,889	0.426	42,500	0.220
55,890	59,363	0.433	42,500	0.224
59,364	63,030	0.441	42,500	0.228
63,031	66,902	0.448	42,500	0.231
66,903	70,993	0.455	42,500	0.235
70,994	75,315	0.463	42,500	0.239
75,316	79,884	0.479	42,500	0.247
79,885	84,715	0.495	42,500	0.256
84,716	89,825	0.511	42,500	0.264
89,826	95,232	0.527	42,500	0.272
95,233	100,956	0.543	42,500	0.280
100,957	107,018	0.559	42,500	0.289
107,019	113,442	0.575	42,500	0.297
113,443	120,250	0.591	42,500	0.305
120,251	127,472	0.607	42,500	0.313
127,473	135,135	0.623	42,500	0.322
135,136	143,271	0.640	42,500	0.330
143,272	151,914	0.647	42,500	0.334
151,915	161,102	0.654	42,500	0.338
161,103	170,875	0.661	42,500	0.341
170,876	181,277	0.668	42,500	0.345

Amended Effective: April 1, 2020
Table B
PENNSYLVANIA EXPERIENCE RATING PLAN

Expected Losses	Credibility "C"	Maximum Value of one Accident	Weighted Maximum Value Charge "L" * "C"	
(1)	(2)	(3)	(4)	
181,278	192,356	0.674	42,500	0.348
192,357	204,166	0.681	42,500	0.352
204,167	216,764	0.688	42,500	0.355
216,765	230,212	0.694	42,500	0.358
230,213	244,582	0.701	42,500	0.362
244,583	259,948	0.708	42,500	0.366
259,949	276,396	0.714	42,500	0.369
276,397	294,018	0.721	42,500	0.372
294,019	312,918	0.727	42,500	0.375
312,919	333,209	0.734	42,500	0.379
333,210	355,017	0.740	42,500	0.382
355,018	378,484	0.747	42,500	0.386
378,485	403,765	0.753	42,500	0.389
403,766	431,037	0.759	42,500	0.392
431,038	460,495	0.766	42,500	0.395
460,496	492,358	0.772	42,500	0.399
492,359	526,876	0.779	42,500	0.402
526,877	564,716	0.785	42,500	0.405
564,717	605,023	0.791	42,500	0.408
605,024	649,328	0.797	42,500	0.411
649,329	697,647	0.804	42,500	0.415
697,648	750,444	0.810	42,500	0.418
750,445	808,254	0.816	42,500	0.421
808,255	871,689	0.822	42,500	0.424
871,690	941,454	0.828	42,500	0.427
941,455	1,018,369	0.834	42,500	0.431
1,018,370	1,103,385	0.840	42,500	0.434
1,103,386	1,197,614	0.846	42,500	0.437
1,197,615	1,302,362	0.853	42,500	0.440
1,302,363	1,419,169	0.859	42,500	0.444
1,419,170	1,549,860	0.865	42,500	0.447
1,549,861	1,696,617	0.871	42,500	0.450
1,696,618	1,862,053	0.877	42,500	0.453
1,862,054	2,049,330	0.882	42,500	0.455
2,049,331	2,262,294	0.888	42,500	0.458
2,262,295	2,505,662	0.894	42,500	0.462
2,505,663	2,785,266	0.900	42,500	0.465
2,785,267	3,108,385	0.906	42,500	0.468
3,108,386	3,484,193	0.912	42,500	0.471
3,484,194	3,924,302	0.918	42,500	0.474
3,924,303	4,444,019	0.923	42,500	0.477
4,444,020	5,062,803	0.929	42,500	0.480
5,062,804	5,806,851	0.935	42,500	0.483
5,806,852	and over	0.938	42,500	0.484