

PENNSYLVANIA COMPENSATION RATING BUREAU

APRIL 1, 2009 LOSS COST FILING

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PENNSYLVANIA COMPENSATION RATING BUREAU
April 1, 2009 LOSS COST REVISION
LOSS COST SELECTIONS

Before Loss Based Assessment, Merit Rating, Certified Safety Committee & PCCPAP Surcharges

<u>Code</u>	<u>Selection</u>	<u>Basis for Loss Cost Selection</u>
Other Classifications		
0133	A	"A" Rated
0152	1.17	O.D. non-rateable element for 615. Use 10% of total
0162	0.83	Non-rateable Federal O.D. element, use CMCRB loss cost
0164	0.83	Federal black lung - code 615, use CMCRB loss cost
615	10.52	Rate excluding non-rateable element. Use 90% of total
670	4.50	Combine with 681
681	4.50	Combine with 670
807	5.25	HCV surcharge
809	4.74	Combine with 992
859	8.39	Combine with 861
861	8.39	Combine with 859
862	7.84	Combine with 863
863	7.84	Combine with 862
871	7.74	Combine with 937, subject to capping
937	10.01	Combine with 871
981	1.26	No experience, use industry group change
985	3.77	HCV surcharge
992	4.74	Combine with 809
993	1,189.34	Combine with 996, HCV surcharge
994	1.20	HCV surcharge
996	951.47	Combine with 993
7405	0.90	Rate ex non-rateable element (7445), use 82.5% of total,
7445	0.19	Non-rateable element of 7405, use 17.5% of total,
9108	76.06	Countrywide loss cost
9985	A	"A" Rated

CLASSIFICATION STUDY - PENNSYLVANIA

CLASS:
SANITARY COMPANY
FUEL DISTRIBUTION

INDUSTRY GROUP:
3

CODE:
809 + 992

Manual Year	Payroll in Thous.	Total Rept Losses	Pure Prem Reported	Total Trans Losses	Claim Severity	Claim Frequency	Number of Cases					
							Death	P.T.	Major	Minor	Temp	All
2001	171,539	6,546,846	3.817	10,405,243	39,421	0.9152	2	0	14	10	131	157
2002	190,026	9,581,003	5.042	14,869,598	43,450	1.0841	3	0	18	20	165	206
2003	216,939	7,114,639	3.280	12,029,307	42,880	0.7145	0	1	16	21	117	155
2004	219,476	7,269,661	3.312	13,409,862	36,120	0.8657	0	0	16	17	157	190
2005	224,430	4,954,739	2.208	10,954,275	30,582	0.6550	0	0	5	19	123	147
TOTAL	1,022,410	35,466,888	3.469	61,668,285	38,766	0.8363	5	1	69	87	693	855
O.D.		15,525	0.002				0	0	0	0	1	1

Manual Year	REPORTED LOSSES										
	Indemnity					Medical					
	Death	P.T.	Major	Minor	Temp	Death	P.T.	Major	Minor	Temp	Med. Only
2001	423,399	0	2,166,322	403,379	539,627	5,280	0	1,161,080	698,902	791,098	357,759
2002	828,458	0	3,062,673	877,460	1,013,447	20,059	0	1,444,718	464,453	1,239,453	630,282
2003	0	293,719	2,613,083	697,426	570,455	0	55,417	920,238	644,081	851,976	468,244
2004	0	0	2,481,275	747,608	708,605	0	0	987,764	735,584	1,201,927	406,898
2005	0	0	740,008	840,749	941,951	0	0	429,625	688,733	854,488	459,185
TOTAL	1,251,857	293,719	11,063,361	3,566,622	3,774,085	25,339	55,417	4,943,425	3,231,753	4,938,942	2,322,368
O.D.	0	0	0	0	1,282	0	0	0	0	8,611	5,632

Manual Year	TRANSLATED LOSSES										
	Indemnity					Medical					
	Death	P.T.	Major	Minor	Temp	Death	P.T.	Major	Minor	Temp	Med. Only
2001	561,850	0	2,653,592	449,364	562,291	25,064	0	3,416,564	1,109,157	1,219,873	407,488
2002	1,053,511	93,229	3,932,912	938,259	1,112,164	78,745	78,807	4,373,463	746,677	1,779,236	682,595
2003	1,913	692,084	3,751,028	711,047	623,293	2,881	322,570	3,401,130	840,683	1,166,205	516,473
2004	1,511	226,724	4,256,294	701,280	740,063	1,695	317,016	4,414,556	850,049	1,471,804	428,870
2005	2,862	218,241	3,649,148	786,739	838,702	2,250	214,180	3,244,774	641,027	873,749	482,603
TOTAL	1,621,647	1,230,278	18,242,974	3,586,689	3,876,513	110,635	932,573	18,850,487	4,187,593	6,510,867	2,518,029
O.D.	0	5	106	23	1,376	0	4	703	233	12,209	6,065

	SERIOUS	NON-SER	MED ONLY	TOTAL
TOTAL TRANSLATED LOSSES	40,989,412	18,175,503	2,524,094	
IBNR + FREQ. ADJUSTMENT	1,781,879	723,599	29,821	
TOTAL LOSSES	42,771,291	18,899,102	2,553,915	
EXPECTED LOSSES	30,355,353	14,681,808	2,075,492	
CREDIBILITY	0.23	0.58	0.91	
PURE PREMIUMS				
INDICATED (PRE-TEST)	4.183	1.848	0.250	6.281
INDICATED (POST-TEST)	3.072	1.357	0.184	4.613
PRES. ON LOSS COST LEVEL	2.840	1.374	0.194	4.408
DERIVED BY FORMULA	2.893	1.364	0.185	4.442
UNDERLYING PRES. LOSS COST	2.969	1.436	0.203	4.608
PROPOSED	2.893	1.364	0.185	4.442
YEAR	4-1-08	4-1-09	IND. LOSS COST =	4.736
IND. LOSS COST		4.74		
MAN.LOSS COST	4.86	4.74	ADJ. LOSS COST =	4.74