

Delaware Compensation Rating Bureau, Inc.



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September 3, 1999

BUREAU CIRCULAR NO. 723

To All Members of the Bureau:

Re: **MANUAL REVISIONS - CODE 109, DAIRY PRODUCTS MFG.**
BUREAU FILING NO. 9907 AS AMENDED
EFFECTIVE DECEMBER 1, 1999

The Bureau previously filed and the Insurance Commissioner approved Manual revisions to Sections 2 and 5. As rating values consistent with these revisions were to be derived from the Bureau's October 1, 1999 Residual Market Rate and Voluntary Market Loss Cost Filing, No. 9909, the original effective date for Bureau Filing No. 9907 was October 1, 1999. The effective date for Bureau Filing No. 9909 has subsequently been amended to December 1, 1999 and, therefore, the Bureau has filed and the Insurance Commissioner has approved an amendment to Bureau Filing No. 9907 to establish its effective date as **12:01 a.m., December 1, 1999** with respect to new and renewal business only.

These revisions result from a Bureau study which was undertaken pursuant to the Bureau's determination that it was contrary to normal classification procedure to have a specialty trucking business (milk hauling by contractor) assigned to a food products manufacturing classification (Dairy Products Mfg.). The study objective was to review the feasibility of an alternate class assignment for milk hauling contractors.

The study recommendation, which was approved by the Insurance Commissioner, was that a new, separate code, 805, Milk Hauling - By Contractor, be erected.

The enabling Manual revisions to Sections 2 and 5 are shown below with deleted wording bracketed and new wording underlined:

SECTION 2

109 DAIRY PRODUCTS MFG.

Ice cream.....to Code 110.
[Contractors exclusively engaged in milk hauling shall be assigned to this classification.]
Includes payroll to customers.

805 MILK HAULING - by contractor.

For contractors exclusively engaged in hauling unprocessed or processed milk by tank truck.

Hazard Group III.

SECTION 5

[Creamery Butter Mfg.	109]
[Dairy - No Farm Employees.....	109]
[Milk Dealer - Fluid.....	109]
[Milk Hauler - Fluid.....	109]
Milk Hauling - <u>By</u> Contractor.....	[109] <u>805</u>

Approved rating values effective December 1, 1999 on new and renewal business only for the classifications referenced in this circular are included in the announcement of approved residual market rates and voluntary market loss costs for all classifications (see Bureau Circular No. 721 issued concurrently with this circular).

Manual reprints will be distributed at a later date in the usual manner.

Timothy L. Wisecarver
President

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