



September 20, 2021

**VIA SERFF**

The Honorable Trinidad Navarro  
Insurance Commissioner  
State of Delaware - Department of Insurance  
1351 West North Street, Suite 101  
Dover, DE 19004

**Attention: Tanisha Merced, Deputy Insurance Commissioner**

**RE: DCRB Filing No. 2108 – Proposed Effective December 1, 2021  
Updated Edition of Endorsement WC 00 04 06A – Premium Discount Endorsement**

Dear Commissioner Navarro and Deputy Commissioner Merced:

On behalf of the members of the Delaware Compensation Rating Bureau Inc. (DCRB), we hereby submit a filing proposing the use of an updated edition of the Premium Discount Endorsement; endorsement WC 00 04 06A. The revision is proposed to be effective as of 12:01 a.m., December 1, 2021, for new and renewal policies and coincides with changes resulting from DCRB's normal annual comprehensive loss cost revision, recently filed with the Department of Insurance. The election of this effective date coordinates all changes to a single date.

The purpose of this endorsement is to inform policyholders of the premium discount potentially applying to their policy. The Endorsement section of the DCRB Workers Compensation Manual of Rules, Classifications and Rating Values for Workers Compensation and for Employers Liability Insurance (Basic Manual) currently includes the original version of the endorsement; WC 00 04 06. A time ago, on a countrywide basis, the original version of the endorsement was updated and replaced but was not filed for use in the state of Delaware until now. The adoption of this updated version is intended to align Delaware with the National Council on Compensation Insurance Inc. (NCCI) and other independent jurisdictions. Upon approval, the Endorsements section of the Basic Manual will be updated to include the most recent edition of the endorsement; WC 00 04 06A.

Included with this proposed filing is the DCRB's staff memorandum detailing the proposed update to the endorsement. The memorandum and proposal were presented to the DCRB Classification and Rating Committee during its annual meeting on June 9, 2021.

The DCRB appreciates your prompt review and approval of this filing. We welcome any question that you or your staff may have regarding this submission

Sincerely,

William V. Taylor  
President

Enclosure: Staff memorandum and Endorsement WC 00 04 06A



TO: Delaware Classification & Rating Committee

FROM : Drew Kratz, Manager – Underwriting & Coverage Compliance

DATE: June 1, 2021

RE: Delaware Basic Manual: Filing of Endorsement WC 00 04 06A - Premium Discount Endorsement

**Background:**

The Endorsement section of the Delaware Basic Manual historically has included a Premium Discount Endorsement; endorsement WC 00 04 06. This endorsement is used by the carrier-of-record to show the estimated premium discount potentially applying to the policy.

The Premium Discount Endorsement as provided in the Delaware Basic Manual was subsequently updated and replaced on a countrywide basis by endorsement WC 00 04 06A but was not filed for use in the state of Delaware at the time of the change. The newer version of the endorsement does not substantially change any language currently found in the Delaware Basic Manual.

**Conclusion and Recommendation:**

Staff proposes the filing of WC 00 04 06A for use in the state of Delaware. The proposed effective date of the change is December 1, 2021, concurrent with DCRB's normal annual comprehensive loss cost filing. The adoption of endorsement WC 00 04 06A will align the DCRB and what is provided within the Delaware Basic Manual with what is currently used countrywide.

The proposed version of WC 00 04 06A is attached.

**PREMIUM DISCOUNT ENDORSEMENT**

The premium for this policy and the policies, if any, listed in Item 3 of the Schedule may be eligible for a discount. This endorsement shows your estimated discount in Items 1 or 2 of the Schedule. The final calculation of premium discount will be determined by our manuals and your premium basis as determined by audit. Premium subject to retrospective rating is not subject to premium discount.

Schedule

1. **State**

**Estimated Eligible Premium**

First	Next	Next	Balance
\$10,000	\$190,000	\$1,550,000	

2. Average percentage discount: \_\_\_\_\_ %

3. Other policies:

4. If there are no entries in Items 1, 2 and 3 of the Schedule, see the Premium Discount Endorsement attached to your policy number:

This endorsement changes the policy to which it is attached and is effective on the date issued unless otherwise stated.

**(The information below is required only when this endorsement is issued subsequent to preparation of the policy.)**

Endorsement  
Insured

Effective Policy No.

Endorsement No.  
Premium

Insurance Company

Countersigned by \_\_\_\_\_