Delaware Compensation Rating Bureau, Inc.



The Widener Building • 6th Floor One South Penn Square Philadelphia, PA 19107-3577 (302) 654-1435 (215) 568-2371 FAX (215) 564-4328 www.dcrb.com

November 30, 2006

BUREAU CIRCULAR NO. 810

To All Members of the Bureau:

Re: APPROVAL OF F-CLASSIFICATION AND USL&HW RATING VALUES FILING BUREAU FILING NO. 0605 EFFECTIVE DECEMBER 1, 2006

The Bureau previously filed proposed changes to residual market rates, loss costs and related rating values for Delaware F-classifications. That filing, No. 0605, was announced in Bureau Circulars No. 805 and 806.

The Delaware Department of Insurance has approved Bureau Filing No. 0605 as submitted. The overall collectible residual market rate decrease proposed and approved is 2.81 percent. The overall collectible voluntary market loss cost decrease proposed and approved is 6.91 percent.

A table of current and December 1, 2006 F-Classification residual market rates, voluntary market loss costs and related rating values approved effective December 1, 2006 is included with this circular.

Also approved effective December 1, 2006 are the following miscellaneous rating values:

United States Longshore & Harbor Workers' Compensation coverage percentage: 47.10%

Tax multiplier for coverage developed on classifications providing U.S.L. benefits: 23.33%

Expense constant: \$260

Complete text of the filing as originally submitted is available on the Bureau's web site at www.dcrb.com. Questions concerning this filing should be directed to the Bureau's Actuarial Department or via e-mail to Michael J. Doyle, Chief Actuary, at mdoyle@dcrb.com.

Timothy L. Wisecarver President

kg D Circ Attachment

Remember to visit our web site at www.dcrb.com for more information about this and other topics.

DELAWARE UNITED STATES LONGSHORE AND HARBOR WORKERS RATES

| Code | Manual | Loss | Min. | Experience Rating Plan Expected Loss Rate Tables * | | |
|----------------|--------|--------------|--------|---|-------|-------|
| No. | Rate | Cost | Prem. | A-1 | A-2 | A-3 |
| 602 4 E | 7.00 | < 0 0 | 1.0.40 | 1.52 | 1.52 | 4.52 |
| 6824F | 7.99 | 6.02 | 1,840 | 4.53 | 4.53 | 4.53 |
| 6826F | 8.11 | 6.11 | 1,860 | 4.60 | 4.60 | 4.60 |
| 6843F | 9.10 | 6.85 | 2,060 | 5.16 | 5.16 | 5.16 |
| 6872F | 11.45 | 8.62 | 2,530 | 6.49 | 6.49 | 6.49 |
| 7309F | 31.81 | 23.95 | 3,150 | 18.03 | 18.03 | 18.03 |
| 7313F | 11.60 | 8.73 | 2,560 | 6.57 | 6.57 | 6.57 |
| 7317F | 24.64 | 18.55 | 3,150 | 13.96 | 13.96 | 13.96 |
| 7327F | 13.31 | 10.02 | 2,900 | 7.54 | 7.54 | 7.54 |
| 7366F | 6.15 | 4.63 | 1,470 | 3.49 | 3.49 | 3.49 |
| 8709F | 2.46 | 1.85 | 730 | 1.39 | 1.39 | 1.39 |
| 8726F | 3.36 | 2.53 | 910 | 1.90 | 1.90 | 1.90 |
| | | | | | | |

CURRENT RATES AND LOSS COSTS EFFECTIVE DECEMBER 1, 2004 ON NEW AND RENEWAL

APPROVED RATES AND LOSS COSTS EFFECTIVE DECEMBER 1, 2006 ON NEW AND RENEWAL

| | Manual | Loss | Min. | Experience Rating Plan Expected Loss Rate Tables * | | |
|-------|--------|-------|-------|---|-------|-------|
| Code | | | | | | |
| No. | Rate | Cost | Prem. | A-1 | A-2 | A-3 |
| | | | | | | |
| 6824F | 7.65 | 5.52 | 1,945 | 3.22 | 3.22 | 3.22 |
| 6826F | 7.76 | 5.60 | 1,965 | 3.26 | 3.26 | 3.26 |
| 6843F | 8.71 | 6.28 | 2,175 | 3.66 | 3.66 | 3.66 |
| 6872F | 10.96 | 7.90 | 2,670 | 4.61 | 4.61 | 4.61 |
| 7309F | 30.47 | 21.97 | 3,450 | 12.82 | 12.82 | 12.82 |
| 7313F | 11.10 | 8.01 | 2,700 | 4.67 | 4.67 | 4.67 |
| 7317F | 23.58 | 17.01 | 3,450 | 9.92 | 9.92 | 9.92 |
| 7327F | 12.58 | 9.07 | 3,030 | 5.29 | 5.29 | 5.29 |
| 7366F | 5.90 | 4.26 | 1,560 | 2.48 | 2.48 | 2.48 |
| 8709F | 2.37 | 1.71 | 780 | 1.00 | 1.00 | 1.00 |
| 8726F | 3.21 | 2.32 | 965 | 1.35 | 1.35 | 1.35 |
| | | | | | | |

* Table A-1 applies to the most current policy year, Table A-2 to the first prior policy year, and Table A-3 to the second prior policy year.