Delaware Compensation Rating Bureau, Inc.



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BUREAU CIRCULAR NO. 838

To All Members of the Bureau:

Re: <u>DECEMBER 1, 2008 F-CLASSIFICATION FILING</u>
BUREAU FILING NO. 0808

Please be informed that the Bureau has submitted a rating value filing for Delaware "F"-Classifications with a proposed effective date of December 1, 2008. That filing, Bureau No.0808, proposes an overall increase in collectible rate level of 16.49 percent in assigned risk rates and an overall increase of 19.09 percent in voluntary market loss costs. Tables of current and proposed December 1, 2008 rating values are provided with this circular for reference.

The United States Harborworkers' Compensation Coverage Percentage, currently 47.1 percent, is proposed to change to 58.0 percent effective December 1, 2008. The tax multiplier applicable to "F"-Classification business is proposed to change from 1.2330 to 1.2417.

Once Bureau Filing No. 0808 has been adjudicated by the Department of Insurance, each licensed Delaware carrier will be required to make a filing for a loss cost multiplier, rates and/or other related rating values with the Department of Insurance. This requirement will apply even if a carrier intends to retain its current pricing values and programs intact. Accordingly, in order to preserve the desired and possibly necessary flexibility in pricing Delaware workers compensation policies, it is strongly recommended that all policies issued with effective dates on and after December 1, 2008 be qualified as carrying tentative rates, using the Pending Rate Change Endorsement for this purpose. Any policies issued at current rates or an a "to-be-determined" basis for which approved rating values are changed as a result of Bureau Filing No. 0808 and/or any subsequent carrier filing(s) must be endorsed subsequently with the new carrier rates.

The filing will be found in the "Filings" section of the website (<u>www.dcrb.com</u>) and is expected to be available within ten days of the publication of this circular.

Timothy L. Wisecarver President

kg 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

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

			,	Experience Rating Plan		
Code	Manual	Loss	Min.	Expected Loss Rate Tables *		
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

PROPOSED RATES AND LOSS COSTS PROPOSED EFFECTIVE DECEMBER 1, 2008 ON NEW AND RENEWAL

				Experience Rating Plan			
Code	Manual	Loss	Min.	Expected Loss Rate Tables *			
No.	Rate	Cost	Prem.	A-1	A-2	A-3	
6824F	8.43	6.22	2,250	3.83	3.83	3.83	
6826F	8.55	6.30	2,280	3.89	3.89	3.89	
6843F	9.60	7.08	2,525	4.37	4.37	4.37	
6872F	12.08	8.91	3,110	5.50	5.50	5.50	
7309F	33.61	24.78	3,650	15.29	15.29	15.29	
7313F	12.24	9.02	3,145	5.57	5.57	5.57	
7317F	26.00	19.17	3,650	11.83	11.83	11.83	
7327F	13.87	10.23	3,530	6.31	6.31	6.31	
7366F	6.50	4.79	1,800	2.96	2.96	2.96	
8709F	2.60	1.92	880	1.18	1.18	1.18	
8726F	3.54	2.61	1,100	1.61	1.61	1.61	

^{*} 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.