Delaware Compensation Rating Bureau, Inc.



United Plaza Building • Suite 1500 30 South 17th Street Philadelphia, PA 19103-4007 (302) 654-1435 (215) 568-2371 FAX (215) 564-4328 www.dcrb.com

August 12, 2010

BUREAU CIRCULAR NO. 863

To All Members of the Bureau:

Re: DECEMBER 1, 2010 RESIDUAL F-CLASSIFICATION FILING BUREAU FILING NO. 1003

Please be informed that the DCRB has submitted a rating value filing for Delaware F-Classifications with a proposed effective date of December 1, 2010. That filing, Bureau Filing No. 1003, proposes an overall decrease in collectible rate level of 1.79 percent in residual market rates and an overall increase of 2.98 percent for the voluntary market loss costs. Tables of current and proposed December 1, 2010 rating values are provided with this circular for reference.

The United States Harborworkers' Compensation Coverage Percentage is proposed to remain unchanged at 58.0 percent effective December 1, 2010. The tax multiplier applicable to F-Classification business is proposed to change from 1.2418 to 1.2409.

Once Bureau Filing No.1003 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, 2010 be qualified as carrying tentative rates, using the Pending Rate Change Endorsement for this purpose. Any policies issued at current rates or on a "to-be-determined" basis for which approved rating values are changed as a result of Bureau Filing No. 1003 and/or any subsequent carrier filing(s) must be endorsed subsequently with the new carrier rates.

The filing package 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 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

	Manual	Loss	Min.	Experience Rating Plan Expected Loss Rate Tables *		
Code						
No.	Rate	Cost	Prem.	A-1	A-2	A-3
				• 10	a 40	a (a)
6824F	7.66	5.65	2,070	3.48	3.48	3.48
6826F	7.76	5.72	2,095	3.53	3.53	3.53
6843F	8.72	6.43	2,320	3.97	3.97	3.97
6872F	10.97	8.09	2,850	4.99	4.99	4.99
7309F	30.51	22.50	3,650	13.88	13.88	13.88
7313F	11.11	8.19	2,880	5.05	5.05	5.05
7317F	23.60	17.40	3,650	10.73	10.73	10.73
7327F	12.59	9.28	3,230	5.73	5.73	5.73
7366F	5.90	4.35	1,655	2.68	2.68	2.68
8709F	2.36	1.74	825	1.07	1.07	1.07
8726F	3.21	2.37	1,025	1.46	1.46	1.46

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

PROPOSED RATES AND LOSS COSTS PROPOSED EFFECTIVE DECEMBER 1, 2010 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	7.16	5.54	1,945	3.51	3.51	3.51
6826F	7.25	5.60	1,965	3.55	3.55	3.55
6843F	8.15	6.30	2,175	3.99	3.99	3.99
6872F	10.25	7.92	2,670	5.02	5.02	5.02
7309F	28.51	22.04	3,000	13.97	13.97	13.97
7313F	10.38	8.02	2,700	5.09	5.09	5.09
7317F	22.06	17.05	3,000	10.81	10.81	10.81
7327F	11.77	9.10	3,000	5.77	5.77	5.77
7366F	5.52	4.27	1,555	2.70	2.70	2.70
8709F	2.21	1.71	780	1.08	1.08	1.08
8726F	3.00	2.32	965	1.47	1.47	1.47

* 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.