



October 19, 2004

BUREAU CIRCULAR NO. 787

To All Members of the Bureau:

Re: **APPROVAL OF F-CLASSIFICATION AND USL&HW RATING VALUES FILING**
BUREAU FILING NO. 0405
EFFECTIVE DECEMBER 1, 2004

The Bureau previously filed proposed changes to residual market rates, loss costs and related rating values for Delaware F-classifications. That filing, No. 0405, was announced in Bureau Circular No. 785.

The Delaware Department of Insurance has approved Bureau Filing No. 0405 as submitted. The overall residual market rate decrease proposed and approved is 5.08 percent. The overall voluntary market loss cost decrease proposed and approved is 3.94 percent.

A table of current and December 1, 2004 F-Classification residual market rates, voluntary market loss costs and related rating values approved effective December 1, 2004 is included with this circular.

Also approved effective December 1, 2004 are the following miscellaneous rating values:

United States Longshore & Harbor Workers' Compensation coverage percentage: 49.20%

Tax multiplier for coverage developed on classifications providing U.S.L. benefits: 25.74%

Expense constant: \$240

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 mjdoyle@dcrb.com.

Timothy L. Wisecarver
President

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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 RATING VALUES**

**CURRENT RATES AND LOSS COSTS
EFFECTIVE DECEMBER 1, 2002 ON NEW AND RENEWAL**

Code No.	Assigned Risk Manual Rate	Bureau Advisory Loss Cost	Assigned Risk Min. Prem.	Experience Rating Plan Expected Loss Rate Tables *		
				A-1	A-2	A-3
6824F	8.27	6.15	1,760	3.64	3.64	3.64
6826F	8.38	6.24	1,780	3.69	3.69	3.69
6843F	9.41	7.00	1,970	4.14	4.14	4.14
6872F	11.84	8.81	2,420	5.21	5.21	5.21
7309F	32.83	24.43	2,950	14.45	14.45	14.45
7313F	12.00	8.93	2,450	5.28	5.28	5.28
7317F	25.48	18.96	2,950	11.21	11.21	11.21
7327F	13.82	10.28	2,785	6.08	6.08	6.08
7366F	6.39	4.75	1,410	2.81	2.81	2.81
8709F	2.54	1.89	700	1.12	1.12	1.12
8726F	3.47	2.58	870	1.53	1.53	1.53

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

Code No.	Assigned Risk Manual Rate	Bureau Advisory Loss Cost	Assigned Risk Min. Prem.	Experience Rating Plan Expected Loss Rate Tables *		
				A-1	A-2	A-3
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

* 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.

Associated classes - both codes must be applied. The second code is not subject to experience rating and applies to the full payroll of the associate class.