



March 20, 2018

DCRB CIRCULAR NO. 945

To All Members of the DCRB:

**RE: RESIDUAL MARKET RATE FILING, PROPOSED EFFECTIVE JUNE 1, 2018
DCRB FILING NO. 1707**

The DCRB submitted a filing of revisions to rates, minimum premiums and the tax multiplier applicable to the Delaware's Residual Market Plan with a proposed effective date of June 1, 2018. The proposed revision is due to changes in Federal tax law under the Tax Cuts and Jobs Act of 2017 (TCJA). Specifically, the TCJA changes lowered the provision for profit and contingencies incorporated in Residual Market rates, resulting in an overall proposed rate decrease of 4.86 percent. The change is applied uniformly to Residual Market rates for all classes, with the exception of Codes 9740 and 9741. The Federal tax changes do not affect Delaware's Voluntary Market loss costs. Details of the analysis and the resulting changes can be found in the Actuarial Memorandum within the filing.

It is strongly recommended that all Residual Market policies issued with effective dates on and after June 1, 2018 be qualified as carrying tentative rates, using the Pending Rate Change Endorsement, WC 00 04 04, 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 DCRB Filing No. 1707 and/or any subsequent carrier filing(s) must be endorsed subsequently with the new carrier rates.

Filing Package

The complete filing package for DCRB Filing No. 1707 is available at www.dcrb.com in the "Filings" section of the website. Members and other interested parties are encouraged to use the website to access any and all parts of the filing package for informational purposes.

Attached for reference is a table of current and proposed June 1, 2018 residual market rates with proposed percentage changes by classification.

Questions concerning this filing should be directed to John Pedrick, Vice President – Actuarial Services at jpедrick@dcrb.com, or to Ken Creighton, Chief Actuary at kcreighton@dcrb.com.

William V. Taylor
President

WVT/jp/dn

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

DELAWARE COMPENSATION RATING BUREAU, INC.

**RESIDUAL MARKET RATES
PROPOSED EFFECTIVE JUNE 1, 2018**

Class (1)	Current Residual Mkt Rate (2)	Proposed Residual Mkt Rate (3)	% Change (4)
005	28.26	26.88	-4.88%
0006	7.41	7.05	-4.86%
007	9.07	8.63	-4.85%
0008	6.73	6.40	-4.90%
009	42.09	40.05	-4.85%
0011	5.97	5.68	-4.86%
0012	7.38	7.02	-4.88%
0013	7.38	7.02	-4.88%
015	25.05	23.83	-4.87%
0016	4.98	4.74	-4.82%
0034	5.89	5.60	-4.92%
0036	6.87	6.53	-4.95%
055	7.58	7.21	-4.88%
059	8.68	8.26	-4.84%
0083	8.14	7.75	-4.79%
101	6.82	6.49	-4.84%
104	7.21	6.86	-4.85%
105	7.59	7.22	-4.87%
106	12.15	11.57	-4.77%
107	5.61	5.33	-4.99%
108	7.77	7.39	-4.89%
109	9.36	8.91	-4.81%
110	6.69	6.36	-4.93%
111	11.65	11.08	-4.89%
112	21.00	19.98	-4.86%
113	5.12	4.87	-4.88%
114	14.48	13.77	-4.90%
115	4.52	4.30	-4.87%
119	8.25	7.85	-4.85%
130	11.64	11.07	-4.90%
132	3.11	2.96	-4.82%
134	7.28	6.93	-4.81%
135	5.82	5.54	-4.81%
136	5.71	5.43	-4.90%
139	9.08	8.64	-4.85%
141	10.32	9.82	-4.84%
142	4.77	4.53	-5.03%
161	4.23	4.03	-4.73%
163	8.70	8.28	-4.83%
165	11.53	10.96	-4.94%
166	6.42	6.11	-4.83%
0175	2.01	1.91	-4.98%
0176	0.71	0.68	-4.23%
185	7.21	6.86	-4.85%
187	5.61	5.33	-4.99%

DELAWARE COMPENSATION RATING BUREAU, INC.

**RESIDUAL MARKET RATES
PROPOSED EFFECTIVE JUNE 1, 2018**

Class (1)	Current Residual Mkt Rate (2)	Proposed Residual Mkt Rate (3)	% Change (4)
191	4.23	4.03	-4.73%
201	8.93	8.49	-4.93%
204	5.68	5.40	-4.93%
205	6.56	6.25	-4.73%
221	4.93	4.69	-4.87%
222	7.64	7.27	-4.84%
225	5.78	5.51	-4.67%
227	4.61	4.39	-4.77%
255	5.75	5.47	-4.87%
257	5.78	5.51	-4.67%
259	4.80	4.56	-5.00%
261	6.01	5.72	-4.83%
263	4.78	4.54	-5.02%
265	5.90	5.61	-4.92%
275	4.93	4.69	-4.87%
276	7.64	7.27	-4.84%
281	4.81	4.57	-4.99%
282	13.24	12.59	-4.91%
285	5.71	5.43	-4.90%
297	4.81	4.57	-4.99%
301	12.00	11.41	-4.92%
305	9.80	9.33	-4.80%
306	8.75	8.33	-4.80%
309	6.18	5.89	-4.69%
311	6.28	5.97	-4.94%
319	8.67	8.25	-4.84%
323	8.30	7.90	-4.82%
327	7.04	6.70	-4.83%
402	9.55	9.09	-4.82%
403	5.55	5.28	-4.86%
404	6.82	6.49	-4.84%
406	9.68	9.20	-4.96%
407	7.44	7.08	-4.84%
411	12.35	11.75	-4.86%
413	13.72	13.06	-4.81%
415	7.24	6.89	-4.83%
416	4.71	4.49	-4.67%
421	12.45	11.84	-4.90%
425	16.15	15.37	-4.83%
427	8.34	7.94	-4.80%
429	9.43	8.97	-4.88%
431	11.67	11.10	-4.88%
433	6.56	6.25	-4.73%
435	8.98	8.55	-4.79%
441	2.81	2.68	-4.63%

DELAWARE COMPENSATION RATING BUREAU, INC.

**RESIDUAL MARKET RATES
PROPOSED EFFECTIVE JUNE 1, 2018**

Class (1)	Current Residual Mkt Rate (2)	Proposed Residual Mkt Rate (3)	% Change (4)
445	6.37	6.06	-4.87%
446	3.33	3.16	-5.11%
447	10.36	9.86	-4.83%
449	4.82	4.58	-4.98%
451	7.11	6.76	-4.92%
454	11.98	11.39	-4.92%
456	9.86	9.38	-4.87%
457	7.35	7.00	-4.76%
458	4.17	3.96	-5.04%
459	2.26	2.15	-4.87%
461	7.55	7.18	-4.90%
463	5.97	5.68	-4.86%
464	6.22	5.93	-4.66%
465	7.20	6.85	-4.86%
467	9.00	8.56	-4.89%
471	2.22	2.12	-4.50%
472	2.46	2.33	-5.28%
473	4.64	4.42	-4.74%
474	3.74	3.55	-5.08%
475	5.72	5.44	-4.90%
476	3.01	2.87	-4.65%
477	4.48	4.26	-4.91%
483	3.12	2.97	-4.81%
485	2.86	2.71	-5.24%
486	3.47	3.31	-4.61%
487	2.33	2.22	-4.72%
488	1.50	1.43	-4.67%
489	3.10	2.95	-4.84%
491	5.55	5.28	-4.86%
495	7.11	6.76	-4.92%
497	2.46	2.33	-5.28%
499	5.72	5.44	-4.90%
501	7.12	6.77	-4.92%
502	7.49	7.13	-4.81%
506	4.07	3.87	-4.91%
507	5.03	4.79	-4.77%
509	12.20	11.61	-4.84%
511	12.28	11.68	-4.89%
512	10.05	9.55	-4.98%
513	7.11	6.76	-4.92%
535	5.91	5.62	-4.91%
536	11.67	11.10	-4.88%
544	13.36	12.72	-4.79%
551	2.76	2.63	-4.71%
553	7.83	7.45	-4.85%

DELAWARE COMPENSATION RATING BUREAU, INC.

**RESIDUAL MARKET RATES
PROPOSED EFFECTIVE JUNE 1, 2018**

Class (1)	Current Residual Mkt Rate (2)	Proposed Residual Mkt Rate (3)	% Change (4)
555	1.96	1.87	-4.59%
563	2.92	2.77	-5.14%
571	5.50	5.23	-4.91%
573	8.47	8.06	-4.84%
581	2.94	2.79	-5.10%
587	2.92	2.77	-5.14%
601	16.01	15.23	-4.87%
602	9.08	8.65	-4.74%
603	12.96	12.33	-4.86%
605	13.96	13.28	-4.87%
607	10.28	9.78	-4.86%
608	9.35	8.90	-4.81%
609	8.51	8.10	-4.82%
611	17.47	16.62	-4.87%
615	18.64	17.73	-4.88%
617	7.76	7.38	-4.90%
625	10.33	9.83	-4.84%
643	21.29	20.26	-4.84%
645	11.65	11.08	-4.89%
646	10.54	10.03	-4.84%
647	14.09	13.41	-4.83%
648	8.90	8.48	-4.72%
649	6.10	5.80	-4.92%
651	10.30	9.80	-4.85%
652	14.02	13.34	-4.85%
653	11.99	11.41	-4.84%
654	10.15	9.65	-4.93%
655	25.57	24.33	-4.85%
656	13.02	12.39	-4.84%
657	15.64	14.87	-4.92%
658	16.97	16.15	-4.83%
659	32.58	31.00	-4.85%
660	3.82	3.64	-4.71%
661	5.21	4.96	-4.80%
662	9.26	8.80	-4.97%
663	6.78	6.45	-4.87%
664	8.83	8.40	-4.87%
665	13.55	12.90	-4.80%
666	12.66	12.04	-4.90%
667	3.60	3.43	-4.72%
668	11.77	11.20	-4.84%
669	12.87	12.25	-4.82%
670	9.61	9.15	-4.79%
673	9.91	9.43	-4.84%
674	9.34	8.88	-4.93%

DELAWARE COMPENSATION RATING BUREAU, INC.

**RESIDUAL MARKET RATES
PROPOSED EFFECTIVE JUNE 1, 2018**

Class (1)	Current Residual Mkt Rate (2)	Proposed Residual Mkt Rate (3)	% Change (4)
675	7.00	6.67	-4.71%
676	8.38	7.98	-4.77%
677	5.86	5.58	-4.78%
679	14.53	13.83	-4.82%
681	9.61	9.15	-4.79%
682	27.16	25.84	-4.86%
691	8.51	8.10	-4.82%
693	10.30	9.80	-4.85%
695	5.21	4.96	-4.80%
709	3.34	3.17	-5.09%
716	4.75	4.52	-4.84%
718	5.09	4.85	-4.72%
721	20.83	19.81	-4.90%
744	1.30	1.24	-4.62%
751	4.59	4.37	-4.79%
752	2.06	1.96	-4.85%
753	7.64	7.27	-4.84%
755	4.09	3.89	-4.89%
757	4.09	3.89	-4.89%
759	10.26	9.76	-4.87%
0771	1.56	1.49	-4.49%
801	14.08	13.39	-4.90%
802	11.34	10.79	-4.85%
803	30.14	28.67	-4.88%
804	5.32	5.06	-4.89%
805	10.27	9.77	-4.87%
806	17.54	16.69	-4.85%
807	10.65	10.14	-4.79%
808	10.75	10.23	-4.84%
809	7.20	6.85	-4.86%
811	12.75	12.13	-4.86%
812	12.66	12.04	-4.90%
813	8.09	7.70	-4.82%
814	6.27	5.96	-4.94%
815	5.02	4.78	-4.78%
816	4.19	3.99	-4.77%
817	14.09	13.40	-4.90%
818	2.85	2.71	-4.91%
819	2.18	2.07	-5.05%
820	4.43	4.21	-4.97%
821	11.23	10.68	-4.90%
825	6.28	5.97	-4.94%
828	14.30	13.60	-4.90%
855	9.35	8.90	-4.81%
857	9.94	9.46	-4.83%

DELAWARE COMPENSATION RATING BUREAU, INC.**RESIDUAL MARKET RATES
PROPOSED EFFECTIVE JUNE 1, 2018**

Class (1)	Current Residual Mkt Rate (2)	Proposed Residual Mkt Rate (3)	% Change (4)
858	12.80	12.17	-4.92%
859	13.33	12.69	-4.80%
860	14.53	13.83	-4.82%
862	12.94	12.32	-4.79%
865	4.58	4.36	-4.80%
867	8.09	7.70	-4.82%
871	10.21	9.72	-4.80%
877	4.58	4.36	-4.80%
879	4.90	4.66	-4.90%
880	10.61	10.10	-4.81%
881	4.96	4.73	-4.64%
882	10.92	10.38	-4.95%
883	4.57	4.35	-4.81%
884	1.48	1.41	-4.73%
885	5.43	5.17	-4.79%
886	4.06	3.86	-4.93%
887	1.93	1.84	-4.66%
888	7.52	7.15	-4.92%
889	0.29	0.28	-3.45%
890	0.91	0.87	-4.40%
891	2.37	2.26	-4.64%
895	0.78	0.74	-5.13%
896	3.18	3.03	-4.72%
897	3.36	3.19	-5.06%
898	6.81	6.48	-4.85%
899	2.58	2.46	-4.65%
903	0.62	0.59	-4.84%
904	2.39	2.28	-4.60%
905	0.33	0.31	-6.06%
907	7.68	7.31	-4.82%
0908	332.22	316.07	-4.86%
0909	143.22	136.26	-4.86%
910	9.64	9.16	-4.98%
911	6.69	6.36	-4.93%
0912	613.39	583.58	-4.86%
0913	778.12	740.30	-4.86%
914	4.58	4.36	-4.80%
915	4.68	4.46	-4.70%
916	3.37	3.20	-5.04%
917	5.80	5.53	-4.66%
918	4.54	4.32	-4.85%
919	4.04	3.84	-4.95%
920	1.12	1.07	-4.46%
921	10.21	9.72	-4.80%
922	4.87	4.63	-4.93%

DELAWARE COMPENSATION RATING BUREAU, INC.

**RESIDUAL MARKET RATES
PROPOSED EFFECTIVE JUNE 1, 2018**

Class (1)	Current Residual Mkt Rate (2)	Proposed Residual Mkt Rate (3)	% Change (4)
923	4.90	4.66	-4.90%
924	5.63	5.35	-4.97%
925	4.21	4.01	-4.75%
926	4.96	4.73	-4.64%
927	1.93	1.84	-4.66%
928	4.57	4.35	-4.81%
929	6.43	6.12	-4.82%
932	1.31	1.25	-4.58%
933	7.87	7.49	-4.83%
934	4.79	4.55	-5.01%
935	2.40	2.29	-4.58%
936	0.59	0.55	-6.78%
937	14.00	13.32	-4.86%
939	9.92	9.44	-4.84%
940	8.62	8.20	-4.87%
941	5.09	4.85	-4.72%
942	4.12	3.92	-4.85%
943	7.86	7.48	-4.83%
944	4.81	4.57	-4.99%
945	4.86	4.62	-4.94%
946	5.18	4.93	-4.83%
947	9.27	8.81	-4.96%
948	3.16	3.01	-4.75%
949	1.09	1.04	-4.59%
951	0.81	0.77	-4.94%
952	0.95	0.90	-5.26%
953	0.29	0.28	-3.45%
954	4.91	4.67	-4.89%
955	0.40	0.38	-5.00%
956	0.28	0.27	-3.57%
957	1.00	0.95	-5.00%
958	2.50	2.37	-5.20%
959	2.70	2.57	-4.81%
960	6.13	5.83	-4.89%
961	1.38	1.30	-5.80%
962	0.26	0.25	-3.85%
963	0.65	0.62	-4.62%
964	5.06	4.82	-4.74%
965	0.78	0.74	-5.13%
966	4.74	4.51	-4.85%
967	1.49	1.42	-4.70%
968	2.20	2.10	-4.55%
969	6.94	6.60	-4.90%
970	10.49	9.97	-4.96%
971	5.61	5.33	-4.99%

DELAWARE COMPENSATION RATING BUREAU, INC.

**RESIDUAL MARKET RATES
PROPOSED EFFECTIVE JUNE 1, 2018**

Class (1)	Current Residual Mkt Rate (2)	Proposed Residual Mkt Rate (3)	% Change (4)
973	5.22	4.96	-4.98%
974	5.20	4.94	-5.00%
975	2.65	2.52	-4.91%
976	2.68	2.55	-4.85%
977	0.81	0.77	-4.94%
978	4.62	4.40	-4.76%
979	6.90	6.56	-4.93%
980	6.33	6.02	-4.90%
981	4.48	4.26	-4.91%
983	12.80	12.17	-4.92%
984	0.38	0.36	-5.26%
985	6.95	6.62	-4.75%
986	2.92	2.77	-5.14%
988	0.32	0.30	-6.25%
991	10.49	9.97	-4.96%
992	7.20	6.85	-4.86%
995	12.83	12.20	-4.91%
997	1.74	1.65	-5.17%
999	8.27	7.87	-4.84%
4771	6.26	5.95	-4.95%
4777	12.75	12.13	-4.86%
7405	3.33	3.16	-5.11%
7413	1.45	1.38	-4.83%
7421	1.76	1.67	-5.11%
7424	4.15	3.94	-5.06%
7428	3.06	2.92	-4.58%
7445	1.11	1.06	-4.50%
7453	0.31	0.30	-3.23%
9740	0.02	0.02	0.00%
9741	0.01	0.01	0.00%
9985	A	A	0.00%