



TO: Delaware Classification & Rating Committee

FROM: Betty Ann Campbell
Director - Rating Rules & Policy Reporting

DATE: June 6, 2005

RE: Delaware Construction Classification Premium Adjustment Program
Housekeeping Revision

The following changes to the Basic Manual are recommended:

**SECTION 1
UNDERWRITING RULES**

**RULE IX – SPECIAL CONDITIONS OR OPERATIONS AFFECTING COVERAGE AND
PREMIUM**

G. DELAWARE CONSTRUCTION CLASSIFICATION PREMIUM ADJUSTMENT PROGRAM

3. Third Calendar Quarter

Qualification for Delaware Construction Classification Premium Adjustment Program credits will be based on wages for the third quarter of a selected calendar year. For policies with anniversary rating dates falling into each 12-month period beginning July 1, the applicable qualifying wages will be taken from the third quarter of the calendar year that ended six months before the beginning July 1 date. For example, the following sets of policy anniversary dates would have credits based on wages from the third quarter of the indicated calendar years:

<u>Policy Anniversary Date</u>	<u>Quarter Used</u>
07/01/[90]03 to 07/01/[91]04	[1989]2002
07/01/[91]04 to 07/01/[92]05	[1990]2003
07/01/[92]05 to 07/01/[93]06	[1991]2004

Updates to the chart of Policy Anniversary Date and Quarter Used will be done consecutively with the updates to the Average Hourly Wage Table by dropping the oldest year and adding the newest year.