



September 2, 2022

DCRB CIRCULAR NO. 1014

To All Members of the DCRB:

RE: F-CLASSIFICATION FILING
PROPOSED EFFECTIVE DECEMBER 1, 2022
DCRB FILING NO. 2203

The DCRB submitted a rating value filing to the Delaware Insurance Department intended for Delaware F-Classifications with a proposed effective date of December 1, 2022. That filing, DCRB Filing No. 2203, proposes an overall decrease in collectible rate level of 2.96 percent in residual market rates and an overall increase of 1.70 percent for the voluntary market loss costs.

As part of this filing, the United States Harbor Workers' Compensation Coverage Percentage is proposed to increase to 113.3 percent effective December 1, 2022. The tax multiplier applicable to F-Classification business is proposed to change from 1.1193 to 1.1240.

Once DCRB Filing No. 2203 has been adjudicated and approved, 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, 2022 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. 2203 and/or any subsequent carrier filing(s) must be endorsed subsequently with the new carrier rates.

The complete filing package for DCRB Filing No. 2203 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 all parts of the filing package for informational purposes.

Attached for immediate reference are tables of current and proposed December 1, 2022 F-Classification rating values.

Questions concerning this filing should be directed to Brent Otto, Vice President of Actuarial Services and Chief Actuary at botto@dcrb.com, or to Ken Creighton, Director of Actuarial Services at kcreighton@dcrb.com.

William V. Taylor
President

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Attachment

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