

January 25, 2024

PCRB CIRCULAR NO. 1802

To All Members of the PCRB:

Re: **APRIL 1, 2024 LOSS COST FILING APPROVAL**

The Pennsylvania Insurance Commissioner has approved by action dated January 23, 2024, revised loss costs and related rating values, as filed, for **policy's effective on a new and renewal basis** as of 12:01 a.m., **April 1, 2024**.

The PCRB's filing, PCRB Filing No. C-383, proposed an overall average change in collectible loss costs of -7.88%.

All approved loss costs, expected loss factors, and other rating values are available in two Excel files in the "Rating Values" section of the PCRB's website. This filing also includes revisions to the Designated Auditable Payroll language that previously was done in a separate filing. Please refer to the filing materials for this information.

This filing also incorporates the new Experience Rating Plan filed and approved for April 1, 2024. More information on the Plan changes can be found in PCRB Filing No. 340.

The Manual loss costs in the files include all the following provisions and/or adjustments:

- Offset for Experience Rating Plan off-balance
- Offset for Merit Rating Plan off-balance
- Offsets for the effects of credits granted under the Certified Safety Committee Program
- Loadings in construction classifications for the effects of Pennsylvania Construction Classification Premium Adjustment Program (PCCPAP) credits
- Provision for the Office of the Small Business Advocate's portion of the Administration Fund

The items listed above are included in current loss costs in Pennsylvania and continue to be included in the approved values effective April 1, 2024. Note that COVID-19 claims were excluded from the indication and that several economic impacts that resulted in unusual changes due to the pandemic were considered within the analysis.

Below is a list of those other rating values, including the change to the employer assessment factor:

- Excess loss (pure premium) factors
- Small deductible program – loss elimination ratios
- State and hazard group relativities

- Optional retrospective rating plan loss development factors
- Employer assessment factor (revised from 0.0289 to 0.0242)

All filings that will be effective on April 1, 2024 are shown in the following table.

PCRB Filings Effective April 1, 2024		
Filing	Approval Circular	Description
C-383	1802	April 1, 2024 Loss Cost Filing
340	1799	New Experience Rating Plan Filing

Revisions to the Basic Manual reflecting approval of PCRB Filing No. C-383 with respect to rating values will be updated on our website (www.pcrb.com) at a later date.

Please direct all questions to Brent Otto, Vice President of Actuarial Services and Chief Actuary, at botto@pcrb.com, or Jesse Marass, Director of Actuarial Services, at jmarass@pcrb.com for any questions regarding this Circular.

William V. Taylor
President

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