



**Pennsylvania Compensation Rating Bureau**

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February 2, 2018

**VIA SERFF**

The Honorable Jessica K. Altman  
Acting Insurance Commissioner  
Commonwealth of Pennsylvania - Insurance Department  
1311 Strawberry Square  
Harrisburg, PA 17120

Attention: Mark Lersch, Director, Bureau of Property & Casualty Insurance  
Michael McKenney, Actuarial Supervisor, Bureau of Property & Casualty Insurance

RE: **Amendment to PCRB Filing C-371, F-Classification and USL&HW Rating Value Filing  
Proposed Effective April 1, 2018**

Dear Acting Commissioner Altman:

Based on a request from the Pennsylvania Insurance Department, the Pennsylvania Compensation Rating Bureau (PCRB) submits this amendment to Filing No. C-371, the F-Class filing.

The original filing proposed a -9.97 percent overall change in collectible rates, based on calculations that used a Federal corporate tax rate of 35%, the rate in effect at the time the filing was submitted (November 29, 2017). Due to the enactment of the Tax Cuts and Jobs Act of 2017, the corporate tax rate changed to 21%. The indicated change in collectible rates using the new tax rate is -12.40 percent. This produces an overall change in manual rates of -12.28 percent. In addition, the proposed Tax Multiplier has been revised. Full details of the changes are contained in the Actuarial Memorandum for this amendment and in the revised supporting exhibits.

The PCRB respectfully requests a timely review of this filing, as amended, allowing implementation on a new and renewal basis **effective April 1, 2018**. Toward that objective, the PCRB will be pleased to answer any questions or provide any available supplementary information which you or your staff may require. Please direct your questions to John Pedrick, Vice President – Actuarial Services, or to Ken Creighton, Chief Actuary.

Sincerely,

William V. Taylor  
President  
WVT/dn