

PENNSYLVANIA COMPENSATION RATING BUREAU
F CLASS FILING

Indicated Change in Rate Level

This exhibit shows the indicated change in rate level for Pennsylvania Federal Classes. It includes a section to reflect the adjustment of the indicated change in overall rate level to the indicated change in manual rate level.

INDICATED CHANGE IN RATE LEVEL

	<u>Indemnity</u>	<u>Medical</u>	<u>Total</u>
(1) Trended Loss Ratio for Policy Period 4/1/21 - 4/1/22	0.2814	0.3265	0.6079
(2) Credibility	0.5000	0.5000	0.5000
(3) Loss Ratio Underlying Current Rates	0.3579	0.2871	0.6450
(4) Credibility Weighted Trended Loss Ratio $(1)*(2)+(3)*[1.0-(2)]$	0.3197	0.3068	0.6265
(5) Ratio of Loss Adjustment Expense to Loss	0.1571	0.1571	0.1571
(6) Trended Policy Year Loss and Loss Adjustment Ratio $(4)*[1.0+(5)]$	0.3699	0.3550	0.7249
(7) Fixed Expense Ratio			0.0615
(8) Total Loss, LAE, and Fixed Expense Ratio $(6) + (7)$			0.7864
(9) Permissible Loss, Loss Adjustment and Fixed Expense Ratio			0.7804
(10) Indicated Change in Rates $(8) / (9)$			1.0077 0.77%

INDICATED CHANGE IN MANUAL LEVEL

	Total
(11) Current Collectible Premium Ratio	1.0252
(12) Proposed Collectible Premium Ratio	1.0283
(13) Indicated Change in Manual Level $[(10) * (12)] / (11)$	1.0107 1.07%