

February 2, 2022

**PCRB CIRCULAR NO. 1779**

To All Members of the PCRB:

Re: **APRIL 1, 2022 LOSS COST FILING APPROVAL**

The Pennsylvania Insurance Commissioner has approved by action dated January 31, 2022, revised loss costs and related rating values, as filed, **effective on a new and renewal basis** as of 12:01 a.m., **April 1, 2022**.

The PCRB's filing, PCRB Filing No. C-380, proposed an overall average change in collectible loss costs of -6.25%.

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. These files also incorporate the two new class codes (906 and 989) referenced below in Filing No. 331.

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, 2022. 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 excluded or smoothed in the analysis.

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

- Codes 989 and 994 loss costs by population band
- 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 0.0248 to 0.0268)

All filings that will be effective on April 1, 2022 are shown in the following table.

PCRB Filings Effective April 1, 2022		
Filing	Approval Circular	Description
C-380	1779	April 1, 2022 Loss Cost Filing
331	1773	Creation of Two New Classification Codes: Code 989, Volunteer Fire - Support Staff and Code 906, Volunteer Ambulance Corps – Support Staff (rating values superseded in Filing C-380)
330	1771	Revised Edition of the ERM-14 Form
329	1770	Revised Edition of the ERM-6 Form Experience Rating For Self-Insureds
328	1769	Updated Edition of Endorsement WC 00 04 06A Premium Discount Endorsement
327	1778	Basic Manual Revisions to Sections 1 & 2 – Designated Auditable Payrolls
326	1777	Basic Manual Housekeeping Revisions to Section 2
325	1776	Basic Manual Revisions to Section 2 – Code 673, Advertising Sign Manufacture, Erection or Repair

Manual revisions reflecting approval of PCRB Filing No. C-380 with respect to rating values will be updated on our website ([www.pcrb.com](http://www.pcrb.com)) at a later date.

Please direct all questions to Brent Otto, Vice President of Actuarial Services and Chief Actuary, at Extension 4451 or [botto@pcrb.com](mailto:botto@pcrb.com) or to Kenneth Creighton, Director of Actuarial Services, at Extension 4924 or [kcreighton@pcrb.com](mailto:kcreighton@pcrb.com) for any questions regarding this Circular.

William V. Taylor  
President

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