

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 4/1/18 - 4/1/19	0.3098	0.2485	0.5583
(2) Credibility	1.0000	1.0000	1.0000
(3) Loss Ratio Underlying Current Rates	0.4109	0.1768	0.5877
(4) Credibility Weighted Trended Loss Ratio (1)*(2)+(3)*[1.0-(2)]	0.3098	0.2485	0.5583
(5) Ratio of Loss Adjustment Expense to Loss	0.1518	0.1518	0.1518
(6) Trended Policy Year Loss and Loss Adjustment Ratio (4)*[1.0+(5)]	0.3568	0.2862	0.6430
(7) Fixed Expense Ratio			0.0630
(8) Total Loss, LAE, and Fixed Expense Ratio (6) + (7)			0.7060
(9) Permissible Loss, Loss Adjustment and Fixed Expense Ratio			0.8059
(10) Indicated Change in Rates (8) / (9)			0.8760 -12.40%

**INDICATED CHANGE IN MANUAL LEVEL**

	<u>Total</u>
(11) Current Collectible Premium Ratio	1.0238
(12) Proposed Collectible Premium Ratio	1.0252
(13) Indicated Change in Manual Level [(10) * (12)] / (11)	0.8772 -12.28%