

PENNSYLVANIA COMPENSATION RATING BUREAU

Merit Rating Plan Off-Balance Indications

This exhibit shows data relevant to the calculation of the Merit Rating Plan Off-Balance Factor applicable to Manual Premium. The factor, as a ratio to standard premium, is 0.0035, representing a slight increase compared to the 0.0032 included in current loss costs.

Pennsylvania Compensation Rating Bureau

Analysis of Merit Rating Plan Off-Balance Indications

Risk Type	# of Risks	Manual Premium Before MRP	MRP Adjustment	Standard Premium Before Adjustment	Average Debit / Credit
1. Not Qualified for MRP	50,573	25,095,645	-	25,095,277	0.00%
2. Qualified for MRP Discount	164,027	162,064,367	(8,103,218)	162,088,303	-5.00%
3. Qualified for MRP No Adjustment	3,354	11,126,774	-	11,125,749	0.00%
4. Qualified for MRP Surcharge	349	2,315,061	115,753	2,314,900	5.00%
5. Experience Rated Risks	49,311	2,139,024,214	-	2,055,525,450	0.00%
Total	267,614	2,339,626,061	(7,987,465)	2,256,149,679	-0.34%
Ratio to Standard Premium					-0.35%
Increment to Manual Premium					0.0035

Data from policies effective 2018-2019 using 2019 Manual and Standard Premium.