

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 0.0033, representing a slight decrease compared to the 0.0034 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	51,331	27,395,377	-	30,743,777	0.00%
2. Qualified for MRP Discount	167,001	172,053,144	(8,606,032)	178,288,001	-5.00%
3. Qualified for MRP No Adjustment	3,314	11,691,211	-	11,791,183	0.00%
4. Qualified for MRP Surcharge	320	2,088,466	104,420	2,095,245	5.00%
5. Experience Rated Risks	52,678	2,462,959,432	-	2,387,489,621	0.00%
Total	274,644	2,676,187,630	(8,501,612)	2,610,407,827	-0.32%
Ratio to Standard Premium					-0.33%
Increment to Manual Premium					0.0033

Data from policies effective 2016-2017 using 2017 Manual and Standard Premium.