

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 0.0032, representing a slight decrease compared to the 0.0033 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	59,525	28,847,264	-	28,847,264	0.00%
2. Qualified for MRP Discount	158,058	180,133,522	(9,006,676)	180,152,148	-5.00%
3. Qualified for MRP No Adjustment	3,066	11,161,941	-	11,162,623	0.00%
4. Qualified for MRP Surcharge	327	2,614,054	130,702	2,615,649	5.00%
5. Experience Rated Risks	54,572	2,703,227,725	-	2,591,461,079	0.00%
Total	275,548	2,925,984,506	(8,875,974)	2,814,238,763	-0.30%
Ratio to Standard Premium					-0.32%
Increment to Manual Premium					0.0032

Data from policies effective 2017-2018 using 2018 Manual and Standard Premium.