

# Pennsylvania Compensation Rating Bureau

30 South 17th Street • Suite 1500 Philadelphia, PA 19103-4007 (215)568-2371 • FAX (215)564-4328 • www.pcrb.com

April 9, 2019

### PCRB CIRCULAR NO. 1722

To All Members of the PCRB:

RE: PENNSYLVANIA CONSTRUCTION CLASSIFICATION PREMIUM ADJUSTMENT PROGRAM

MANUAL REVISIONS - SECTION 1 RULE IX H.

APPROVAL OF PCRB FILING NO. 299

EFFECTIVE OCTOBER 1, 2019

The Insurance Commissioner has approved Pennsylvania Basic Manual revisions to Section 1, Rule IX, H. Pennsylvania Construction Classification Premium Adjustment Program (PCCPAP). These revisions are **effective 12:01 a.m., October 1, 2019** with respect to new and renewal business only.

A copy of the complete PCCPAP credit table effective for policy effective dates on or after October 1, 2019 is shown below.

Questions about PCCPAP should be directed to the Rating Rules & Policy Reporting Department at Extension 4445.

The Basic Manual will be updated on our website (www.pcrb.com) at a later date.

The PCRB will continue to advise qualifying employers and their insurers of record of PCCPAP credits using normal procedures.

Questions regarding the approved October 1, 2019 PCCPAP Filing may be directed to Ken Creighton, Chief Actuary, at Extension 4924 or kcreighton@pcrb.com, or to me at Extension 4413 or wtaylor@pcrb.com.

William V. Taylor President

dn

Remember to visit our web site at www.pcrb.com for more information about this and other topics.

## PENNSYLVANIA WORKERS COMPENSATION MANUAL

Proposed Effective October 1, 2019

#### A. EXECUTIVE OFFICERS

#### 1. Definition

Items A. through G. - remain unchanged

## H. PENNSYLVANIA CONSTRUCTION CLASSIFICATION PREMIUM ADJUSTMENT PROGRAM

1. The Pennsylvania Construction Classification Premium Adjustment Program (PCCPAP) provides for a premium credit for up to one year for a policy which contains one or more construction classifications.

For policies subject both to a Pennsylvania Construction Classification Premium Adjustment Program credit and any retrospective rating plan the PCCPAP credit shall be applied in determining standard premium. Such adjusted standard premium shall then be used wherever standard premium would otherwise apply in determining retrospective rating plan values and amounts for the retrospective rating plan applicable to the same risk if no PCCPAP credit were applicable. PCCPAP credits shall not be applied to final retrospective premium either in lieu of or in addition to the above prescribed procedure.

The basis for determining the credit is the total payroll (including overtime premium pay) and hours worked for each construction classification as reported to taxing authorities. The applicable report periods vary according to the policy effective date of each policy, as set forth below:

Policy Reporting Effective Period for

Dates Qualifying Wages

October 1, 2019 and later Third calendar quarter of 2018

## Policy Effective Dates - October 1, 2019 and later

		Credit From			Credit From
Average		Standard	Average		Standard
Hourly Wage		Premium	Hourly Wage		Premium
31.29 or less		None	38.90	39.59	18%
31.30	31.79	5%	39.60	40.29	19%
31.80	32.29	6%	40.30	41.04	20%
32.30	32.84	7%	41.05	41.79	21%
32.85	33.39	8%	41.80	42.54	22%
33.40	33.94	9%	42.55	43.34	23%
33.95	34.49	10%	43.35	44.19	24%
34.50	35.09	11%	44.20	45.04	25%
35.10	35.69	12%	45.05	45.89	26%
35.70	36.29	13%	45.90	46.79	27%
36.30	36.94	14%	46.80	47.69	28%
36.95	37.59	15%	47.70	48.64	29%
37.60	38.24	16%	48.65	and over	30%
38.25	38.89	17%			