

**COAL MINE COMPENSATION RATING BUREAU
OF PENNSYLVANIA**

COMMERCE BUILDING — SUITE 403
300 NORTH SECOND STREET
HARRISBURG, PENNSYLVANIA 17101

DALE W. BROADWATER
EXECUTIVE DIRECTOR

December 6, 2007

TELEPHONE/FAX
717-238-5020

Compensation Circular –CM-420

TO: All Coal Mine Compensation Insurance Carriers
FROM: Dale W. Broadwater, Executive Director *DWB*
RE: **Proposal CM-1-2007**
Proposed Loss Cost Revision
To Be Effective: April 1, 2008

On December 6, 2007, the CMCRB submitted the captioned annual loss cost filing to the PA Insurance Commissioner for approval. The filing requests an overall loss cost decrease of 7.7%, with a proposed effective date of April 1, 2008.

The attached two-page exhibit, I A-M, displays the current and proposed manual loss costs by classification and by coverage.

Any policy with an Anniversary Rating Date (ARD) on or after April 1, 2008 shall be issued on a tentative basis and should include the Pending Rate Change Endorsement (WC 00 04 04).

Any questions regarding this proposal should be directed to the CMCRB.

DWB:jb
Attachment

Coal Mine Compensation Rating Bureau
Current and Proposed Loss Costs
Manual Including Loadings

	2006 Developed Payroll (\$ millions)	(1) Approved Loss Cost Manual	(2) Proposed Loss Cost Manual	(3) Percent Change
Underground Anthracite:				
Traumatic (1010)	\$0.00	\$44.41	\$41.86	-5.7%
State O.D. (1011)	1.45	7.78	5.84	-25.0%
*Federal Basic/Ex (0160)	1.45	25.10	22.70	-9.6%
Total	xx	77.29	70.40	-8.9%
Underground Bituminous:				
Traumatic (1001)	\$72.83	\$18.18	\$15.34	-15.6%
State O.D. (1002)	71.38	0.70	0.88	25.0%
*Federal Basic/Ex (0158)	71.38	1.03	0.97	-5.8%
Total	xx	19.91	17.19	-13.7%
Surface Anthracite:				
Traumatic (1012)	\$11.89	\$14.23	\$12.22	-14.1%
State O.D. (1016)	11.89	3.90	4.09	4.9%
*Federal Basic/Ex (0153)	11.98	4.23	3.25	-23.2%
Total	xx	22.36	19.56	-12.5%
Surface Bituminous:				
Traumatic (1014)	\$63.88	\$5.49	\$6.06	10.4%
State O.D. (1013)	63.88	0.36	0.33	-8.3%
*Federal Basic/Ex (0156)	64.54	1.11	0.83	-25.0%
Total	xx	6.96	7.22	3.7%
Four Standard Classifications:				
Traumatic	\$148.599	\$12.41	\$11.10	-10.6%
State O.D.	148.599	0.88	0.95	8.0%
*Federal Basic/Ex	149.355	1.56	1.30	-16.5%
Total	xx	14.85	13.35	-10.1%

*Federal Basic and Excess are after the Federal Administrative / Law Change

Sources: Payroll from Exhibit X-A
Column (1) Loss Costs (Approved 4/1/07) - Exhibit X-B-2
Column (2) Proposed - Exhibit I-B, pages 1 and 2
Column (3) Traumatic Column (2) / Column (1)
OD Exhibit III and IV-A

Coal Mine Compensation Rating Bureau
Current and Proposed Loss Costs
Manual Including Loadings

	2006 Developed Payroll (\$ millions)	(1) Approved Loss Cost Manual	(2) Proposed Loss Cost Manual	(3) Percent Change
Coke:				
Traumatic (1469)	\$12.82	\$3.40	\$4.24	24.7%
State O.D. (1017)	12.82	0.13	0.12	-7.7%
*Federal Basic/Ex (0154)	12.82	0.19	0.14	-25.0%
Total	xx	3.72	4.50	21.0%
Auger:				
Traumatic (1015)	\$1.07	\$30.54	\$37.45	22.6%
State O.D. (1019)	1.07	0.26	0.25	-3.8%
*Federal Basic/Ex (0157)	1.07	0.58	0.56	-3.4%
Total	xx	31.38	38.26	21.9%
Co-Gen Anthracite:				
Traumatic (1021)	\$8.40	\$3.02	\$2.67	-11.6%
State O.D. (1022)	8.40	0.40	0.30	-25.0%
*Federal Basic/Ex (0181)	8.41	1.54	1.41	-8.4%
Total	xx	4.96	4.38	-11.7%
Co-Gen Bituminous:				
Traumatic (1023)	\$9.29	\$2.24	\$2.13	-4.9%
State O.D. (1024)	9.29	0.25	0.24	-4.0%
*Federal Basic/Ex (0182)	9.32	0.40	0.38	-5.0%
Total	xx	2.89	2.75	-4.8%
Prep Plant Anthracite:				
Traumatic (1025)	\$4.90	\$10.02	\$12.52	25.0%
State O.D. (1026)	4.90	6.99	7.35	5.2%
*Federal Basic/Ex (0183)	4.90	4.40	3.79	-13.9%
Total	xx	21.41	23.66	10.5%
Prep Plant Bituminous:				
Traumatic (1027)	\$17.31	\$3.09	\$3.54	14.6%
State O.D. (1028)	17.31	0.46	0.44	-4.3%
*Federal Basic/Ex (0184)	17.31	0.68	0.65	-4.4%
Total	xx	4.23	4.63	9.5%
Other Classifications:				
Traumatic	\$53.779	\$4.18	\$4.82	15.3%
State O.D.	53.779	0.93	0.93	0.0%
*Federal Basic/Ex	53.823	0.99	0.88	-11.1%
Total	xx	6.10	6.63	8.7%
Grand Total:				
Traumatic	\$202.38	\$10.22	\$9.43	-7.7%
State O.D.	202.38	0.89	0.94	5.6%
*Federal Basic/Ex	203.18	1.41	1.19	-15.6%
Total	xx	12.52	11.56	-7.7%

*Federal Basic and Excess are after the Federal Administrative / Law Change

Sources: Payroll from Exhibit X-A
Column (1) Loss Costs (Approved 4/1/07) - Exhibit X-B-2
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Column (3) Traumatic Column (2) / Column (1)
OD Exhibit III and IV-A