

**COAL MINE COMPENSATION RATING BUREAU
OF PENNSYLVANIA**

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

CHARLES A. ROMBERGER
EXECUTIVE DIRECTOR

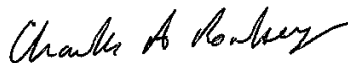
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January 17, 2018

COMPENSATION CIRCULAR CM-473

To: All Coal Mine Compensation Insurance Carriers

From: Charles A. Romberger, Executive Director



RE: **Proposal CM-1-2017**
Loss Cost Revisions
Approved Effective: April 1, 2018

The CMCRB submitted Proposal CM-1-2017 and the Pennsylvania Insurance Department approved this filing as submitted to be effective April 1, 2018.

The approved Loss Costs reflect a 0.2% overall decrease for Traumatic, an 11.5% overall decrease for State O.D. and a 7.2% overall decrease for Federal O.D. The approved Loss Costs reflect a 2.1% overall average decrease across all classes and all coverages.

Attached is a two-page exhibit displaying the approved Loss Costs by class and by coverage, Employer Assessment Factor and USL&HW Rates. The Coal Employer Assessment Factor shall be 0.0218 effective April 1, 2018.

Each policy with an effective date on or after April 1, 2018, shall contain the newly approved Loss Costs and the revised Employer Assessment Factor. Such policies, if issued at the April 1, 2017 levels, shall be endorsed to include the newly approved values.

All experience mods/merit factors currently being issued for April policies and ARDs are being issued on a final basis. Also, USL&HW Rates are being issued on a tentative basis effective April 1, 2018, pending approval of PCRB Filing C-371.

Also, note that the CMCRB previously announced the approval of filings to eliminate ARD provisions effective May 1, 2017. These changes were announced in and provided with Compensation Circular CM-468.

Updated manual pages will be available on our website in the near future at:

<http://www.cmcrbpa.com/Manual.html>

Any questions should be directed to the CMCRB.

CAR:car
Attachment

Coal Mine Compensation Rating Bureau

Current and Approved Loss Costs
Traumatic, State O.D., and Federal O.D.
Effective: April 1, 2018

	<u>Class Code</u>	<u>Current Loss Cost</u>	<u>Approved April 1, 2018 Loss Cost</u>	<u>Percent Change</u>
<u>Underground</u>				
Anthracite				
Traumatic	1010	\$20.44	\$19.67	-3.8%
State O.D.	1011	6.59	8.24	25.0%
Federal O.D.	0160	<u>11.90</u>	<u>10.54</u>	<u>-11.4%</u>
TOTAL		\$38.93	\$38.45	-1.2%
Bituminous				
Traumatic	1001	\$6.18	\$6.09	-1.5%
State O.D.	1002	0.59	0.44	-25.0%
Federal O.D.	0158	<u>0.72</u>	<u>0.63</u>	<u>-12.5%</u>
TOTAL		\$7.49	\$7.16	-4.4%
<u>Surface & Culm</u>				
Anthracite				
Traumatic	1012	\$8.27	\$8.24	-0.4%
State O.D.	1016	1.67	1.81	8.4%
Federal O.D.	0153	<u>2.78</u>	<u>2.54</u>	<u>-8.6%</u>
TOTAL		\$12.72	\$12.59	-1.0%
Bituminous				
Traumatic	1014	\$2.45	\$2.28	-6.9%
State O.D.	1013	0.14	0.16	14.3%
Federal O.D.	0156	<u>0.63</u>	<u>0.73</u>	<u>15.9%</u>
TOTAL		\$3.22	\$3.17	-1.6%
Coke				
Traumatic	1469	\$4.54	\$3.55	-21.8%
State O.D.	1017	0.12	0.09	-25.0%
Federal O.D.	0154	<u>0.09</u>	<u>0.09</u>	<u>0.0%</u>
TOTAL		\$4.75	\$3.73	-21.5%

	<u>Class Code</u>	<u>Current Loss Cost</u>	<u>Approved April 1, 2018 Loss Cost</u>	<u>Percent Change</u>
<u>Auger Mining</u>				
Traumatic	1015	\$16.44	\$13.68	-16.8%
State O.D.	1019	0.24	0.19	-20.8%
Federal O.D.	0157	<u>0.33</u>	<u>0.36</u>	<u>9.1%</u>
TOTAL		\$17.01	\$14.23	-16.3%
<u>Co-Gen Fuel Recovery</u>				
<u>Anthracite</u>				
Traumatic	1021	\$3.12	\$3.90	25.0%
State O.D.	1022	0.30	0.29	-3.3%
Federal O.D.	0181	<u>0.42</u>	<u>0.40</u>	<u>-4.8%</u>
TOTAL		\$3.84	\$4.59	19.5%
<u>Bituminous</u>				
Traumatic	1023	\$1.14	\$1.18	3.5%
State O.D.	1024	0.42	0.32	-25.0%
Federal O.D.	0182	<u>0.31</u>	<u>0.30</u>	<u>-3.2%</u>
TOTAL		\$1.87	\$1.80	-3.7%
<u>Prep Plant</u>				
<u>Anthracite</u>				
Traumatic	1025	\$4.53	\$4.80	6.0%
State O.D.	1026	2.19	2.17	-0.9%
Federal O.D.	0183	<u>0.97</u>	<u>0.94</u>	<u>-3.1%</u>
TOTAL		\$7.69	\$7.91	2.9%
<u>Bituminous</u>				
Traumatic	1027	\$1.81	\$2.26	24.9%
State O.D.	1028	0.21	0.16	-23.8%
Federal O.D.	0184	<u>0.36</u>	<u>0.35</u>	<u>-2.8%</u>
TOTAL		\$2.38	\$2.77	16.4%
<u>GRAND TOTAL</u>				
Traumatic		\$5.15	\$5.14	-0.2%
State O.D.		0.61	0.54	-11.5%
Federal O.D.		<u>0.83</u>	<u>0.77</u>	<u>-7.2%</u>
TOTAL		\$6.59	\$6.45	-2.1%

Employer Assessment Factor 0.0218

USL&HW Rates: Anthracite Mining \$ 26.23
 Bituminous Mining \$ 7.87