

**COAL MINE COMPENSATION RATING BUREAU  
OF PENNSYLVANIA**

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


**CHARLES A. ROMBERGER**  
EXECUTIVE DIRECTOR

**TELEPHONE/FAX**  
717-238-5020

November 27, 2018

**COMPENSATION CIRCULAR CM-476**

To: All Coal Mine Compensation Insurance Carriers

From: Charles A. Romberger, Executive Director 

RE: Proposal CM-2-2018  
Proposed Loss Costs for Traumatic, State Occupational Disease and Federal  
Occupational Disease Coverages  
To Be Effective: April 1, 2019

On November 27, 2018, the Coal Mine Compensation Rating Bureau of Pennsylvania (“Bureau”) submitted the captioned filing for approval to the Pennsylvania Insurance Commissioner. The proposal requests the approval of an overall 10.3% increase in manual loss costs. The attached exhibit displays the currently approved manual loss costs and the proposed manual loss costs by classification and coverage.

The Bureau’s filing also includes a revision to the Employer Assessment Factor applicable to classifications under the Bureau’s jurisdiction from 0.0218 to 0.0183.

Any policy with a Rating Effective Date on or after April 1, 2019, shall be issued on a tentative basis and should include the Pending Rate Change Endorsement (WC 00 04 04). The Bureau notes that Anniversary Rating Date provisions were eliminated effective May 1, 2017 and that information concerning this change is available on our website in Compensation Circular CM-468.

A complete copy of Proposal CM-2-2018 is published on the Bureau’s website under the “Filings” tab. You may access the Bureau’s website via [www.cmcrbpa.com](http://www.cmcrbpa.com).

If you have any questions about this proposal, please contact the Bureau by calling 717-238-5020 or by emailing [cromberger.cmcrb@verizon.net](mailto:cromberger.cmcrb@verizon.net).

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Attachment (Exhibit I-A-M – Pages 1 & 2)

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

	2017 Developed Payroll	(1) Approved Loss Cost Manual	(2) Proposed Loss Cost Manual	(3) Percent Change
<b>Underground Anthracite:</b>				
Traumatic (1010)	\$252,383	\$19.67	\$21.59	9.8%
State O.D. (1011)	252,383	8.24	10.30	25.0%
*Federal Basic/Ex (0160)	<u>252,383</u>	<u>10.54</u>	<u>10.02</u>	<u>-4.9%</u>
Total	xx	38.45	41.91	9.0%
<b>Underground Bituminous:</b>				
Traumatic (1001)	\$169,570,264	\$6.09	\$6.87	12.8%
State O.D. (1002)	169,570,264	0.44	0.50	13.6%
*Federal Basic/Ex (0158)	<u>169,570,264</u>	<u>0.63</u>	<u>0.58</u>	<u>-7.9%</u>
Total	xx	7.16	7.95	11.0%
<b>Surface Anthracite:</b>				
Traumatic (1012)	\$20,889,568	\$8.24	\$10.28	24.8%
State O.D. (1016)	20,889,568	1.81	1.36	-25.0%
*Federal Basic/Ex (0153)	<u>18,756,823</u>	<u>2.54</u>	<u>2.13</u>	<u>-16.1%</u>
Total	xx	12.59	13.77	9.4%
<b>Surface Bituminous:</b>				
Traumatic (1014)	\$34,474,120	\$2.28	\$2.09	-8.3%
State O.D. (1013)	34,474,120	0.16	0.20	25.0%
*Federal Basic/Ex (0156)	<u>35,379,781</u>	<u>0.73</u>	<u>0.89</u>	<u>21.9%</u>
Total	xx	3.17	3.18	0.3%
<b>Four Standard Classifications:</b>				
Traumatic	\$225,186,335	\$5.72	\$6.47	13.1%
State O.D.	225,186,335	0.53	0.54	1.9%
*Federal Basic/Ex	<u>223,959,251</u>	<u>0.82</u>	<u>0.77</u>	<u>-6.1%</u>
Total	xx	7.07	7.78	10.0%

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

**Sources:** Payroll from Exhibit X-A  
 Column (1) Loss Costs (Approved 4/1/2018) - 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**

	2017 Developed Payroll	(1) Approved Loss Cost Manual	(2) Proposed Loss Cost Manual	(3) Percent Change
<b>Coke:</b>				
Traumatic (1469)	\$4,524,256	\$3.55	\$3.57	0.6%
State O.D. (1017)	4,524,256	0.09	0.08	-11.1%
*Federal Basic/Ex (0154)	<u>4,524,256</u>	<u>0.09</u>	<u>0.10</u>	<u>11.1%</u>
Total	xx	3.73	3.75	0.5%
<b>Auger:</b>				
Traumatic (1015)	\$452,051	\$13.68	\$11.21	-18.1%
State O.D. (1019)	452,051	0.19	0.18	-5.3%
*Federal Basic/Ex (0157)	<u>569,366</u>	<u>0.36</u>	<u>0.43</u>	<u>19.4%</u>
Total	xx	14.23	11.82	-16.9%
<b>Co-Gen Anthracite:</b>				
Traumatic (1021)	\$9,038,435	\$3.90	\$4.86	24.6%
State O.D. (1022)	9,038,435	0.29	0.27	-6.9%
*Federal Basic/Ex (0181)	<u>7,991,103</u>	<u>0.40</u>	<u>0.38</u>	<u>-5.0%</u>
Total	xx	4.59	5.51	20.0%
<b>Co-Gen Bituminous:</b>				
Traumatic (1023)	\$11,576,297	\$1.18	\$1.37	16.1%
State O.D. (1024)	11,576,297	0.32	0.25	-21.9%
*Federal Basic/Ex (0182)	<u>11,576,297</u>	<u>0.30</u>	<u>0.31</u>	<u>3.3%</u>
Total	xx	1.80	1.93	7.2%
<b>Prep Plant Anthracite:</b>				
Traumatic (1025)	\$7,518,475	\$4.80	\$4.53	-5.6%
State O.D. (1026)	7,518,475	2.17	2.47	13.8%
*Federal Basic/Ex (0183)	<u>5,789,772</u>	<u>0.94</u>	<u>0.90</u>	<u>-4.3%</u>
Total	xx	7.91	7.90	-0.1%
<b>Prep Plant Bituminous:</b>				
Traumatic (1027)	\$29,022,979	\$2.26	\$2.81	24.3%
State O.D. (1028)	29,022,979	0.16	0.13	-18.8%
*Federal Basic/Ex (0184)	<u>29,022,979</u>	<u>0.35</u>	<u>0.33</u>	<u>-5.7%</u>
Total	xx	2.77	3.27	18.1%
<b>Other Classifications:</b>				
Traumatic	\$62,132,493	\$2.78	\$3.17	14.0%
State O.D.	62,132,493	0.45	0.45	0.0%
*Federal Basic/Ex	<u>59,473,773</u>	<u>0.38</u>	<u>0.37</u>	<u>-2.6%</u>
Total	xx	3.61	3.99	10.5%
<b>Grand Total:</b>				
Traumatic	\$287,318,828	\$5.08	\$5.76	13.4%
State O.D.	287,318,828	0.51	0.52	2.0%
*Federal Basic/Ex	<u>283,433,024</u>	<u>0.73</u>	<u>0.69</u>	<u>-5.5%</u>
Total	xx	6.32	6.97	10.3%

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

**Sources:** Payroll from Exhibit X-A  
Column (1) Loss Costs (Approved 4/1/2018) - 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