

**COAL MINE COMPENSATION RATING BUREAU
OF PENNSYLVANIA**

COMMERCE BUILDING – SUITE 501
300 NORTH SECOND STREET
HARRISBURG, PENNSYLVANIA 17101

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November 23, 2020

COMPENSATION CIRCULAR CM-488

To: All Coal Mine Compensation Insurance Carriers

From: Charles A. Romberger, Executive Director



RE: Proposal CM-5-2020

Proposed Loss Costs for Traumatic, State Occupational Disease and Federal
Occupational Disease Coverages

To Be Effective: April 1, 2021

On November 23, 2020, 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 1.3% decrease 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 0.0203 to 0.0248.

Any policy with a Rating Effective Date on or after April 1, 2021, 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-5-2020 is published on the Bureau’s website under the “Filings” tab. You may access the Bureau’s website via 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.

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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**

	2019 Developed Payroll	(1) Approved Loss Cost Manual	(2) Proposed Loss Cost Manual	(3) Percent Change
Underground Anthracite:				
Traumatic (1010)	\$179,379	\$20.67	\$19.20	-7.1%
State O.D. (1011)	179,379	12.88	16.10	25.0%
*Federal Basic/Ex (0160)	<u>179,379</u>	<u>9.06</u>	<u>9.08</u>	<u>0.2%</u>
Total	xx	42.61	44.38	4.2%
Underground Bituminous:				
Traumatic (1001)	\$185,776,423	\$6.96	\$6.86	-1.4%
State O.D. (1002)	185,776,423	0.58	0.56	-3.4%
*Federal Basic/Ex (0158)	<u>185,962,937</u>	<u>0.59</u>	<u>0.68</u>	<u>15.3%</u>
Total	xx	8.13	8.10	-0.4%
Surface Anthracite:				
Traumatic (1012)	\$23,746,667	\$8.01	\$6.99	-12.7%
State O.D. (1016)	23,746,667	1.06	1.01	-4.7%
*Federal Basic/Ex (0153)	<u>20,632,989</u>	<u>1.72</u>	<u>1.29</u>	<u>-25.0%</u>
Total	xx	10.79	9.29	-13.9%
Surface Bituminous:				
Traumatic (1014)	\$35,476,154	\$1.85	\$1.84	-0.5%
State O.D. (1013)	35,476,154	0.25	0.31	25.0%
*Federal Basic/Ex (0156)	<u>36,395,622</u>	<u>0.82</u>	<u>0.80</u>	<u>-2.4%</u>
Total	xx	2.92	2.95	1.0%
Four Standard Classifications:				
Traumatic	\$245,178,623	\$6.33	\$6.16	-2.7%
State O.D.	245,178,623	0.59	0.58	-1.7%
*Federal Basic/Ex	<u>243,170,927</u>	<u>0.73</u>	<u>0.76</u>	<u>4.1%</u>
Total	xx	7.65	7.50	-2.0%

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

Sources: Payroll from Exhibit X-A
 Column (1) Loss Costs (Approved 4/1/2020) - 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**

	2019 Developed Payroll	(1) Approved Loss Cost Manual	(2) Proposed Loss Cost Manual	(3) Percent Change
Coke:				
Traumatic (1469)	\$4,572,392	\$3.83	\$4.28	11.7%
State O.D. (1017)	4,572,392	0.09	0.09	0.0%
*Federal Basic/Ex (0154)	<u>4,626,532</u>	<u>0.10</u>	<u>0.09</u>	<u>-10.0%</u>
Total	xx	4.02	4.46	10.9%
Auger:				
Traumatic (1015)	\$539,914	\$9.00	\$7.33	-18.6%
State O.D. (1019)	539,914	0.18	0.18	0.0%
*Federal Basic/Ex (0157)	<u>593,214</u>	<u>0.44</u>	<u>0.41</u>	<u>-6.8%</u>
Total	xx	9.62	7.92	-17.7%
Co-Gen Anthracite:				
Traumatic (1021)	\$8,219,127	\$6.09	\$6.39	4.9%
State O.D. (1022)	8,219,127	0.24	0.29	20.8%
*Federal Basic/Ex (0181)	<u>6,821,629</u>	<u>0.37</u>	<u>0.35</u>	<u>-5.4%</u>
Total	xx	6.70	7.03	4.9%
Co-Gen Bituminous:				
Traumatic (1023)	\$11,807,241	\$1.37	\$1.28	-6.6%
State O.D. (1024)	11,807,241	0.24	0.22	-8.3%
*Federal Basic/Ex (0182)	<u>11,807,241</u>	<u>0.29</u>	<u>0.26</u>	<u>-10.3%</u>
Total	xx	1.90	1.76	-7.4%
Prep Plant Anthracite:				
Traumatic (1025)	\$12,646,576	\$4.24	\$4.05	-4.5%
State O.D. (1026)	12,646,576	2.57	2.67	3.9%
*Federal Basic/Ex (0183)	<u>10,584,841</u>	<u>0.88</u>	<u>0.80</u>	<u>-9.1%</u>
Total	xx	7.69	7.52	-2.2%
Prep Plant Bituminous:				
Traumatic (1027)	\$37,605,236	\$2.74	\$3.06	11.7%
State O.D. (1028)	37,605,236	0.16	0.17	6.3%
*Federal Basic/Ex (0184)	<u>37,623,330</u>	<u>0.31</u>	<u>0.26</u>	<u>-16.1%</u>
Total	xx	3.21	3.49	8.7%
Other Classifications:				
Traumatic	\$75,390,486	\$3.25	\$3.41	4.9%
State O.D.	75,390,486	0.58	0.61	5.2%
*Federal Basic/Ex	<u>72,056,787</u>	<u>0.38</u>	<u>0.34</u>	<u>-10.5%</u>
Total	xx	4.21	4.36	3.6%
Grand Total:				
Traumatic	\$320,569,109	\$5.61	\$5.51	-1.8%
State O.D.	320,569,109	0.59	0.59	0.0%
*Federal Basic/Ex	<u>315,227,714</u>	<u>0.65</u>	<u>0.66</u>	<u>1.5%</u>
Total	xx	6.85	6.76	-1.3%

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

Sources: Payroll from Exhibit X-A
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Column (3) Traumatic Column (2) / Column (1)
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