

8. Experience Modification Formula. The experience modification is determined from the formula:

$$\text{Modification} = \frac{[(A_p \times C_p) + (E_p \times (1 - C_p))] + [(A_e \times C_e) + (E_e \times (1 - C_e))]}{E}$$

- where
- A_p = Actual Primary Losses
 - C_p = Credibility Primary Value
 - E_p = Expected Primary Losses
 - A_e = Actual Excess Losses
 - C_e = Credibility Excess Value
 - E_e = Expected Excess Losses
 - E = Expected Losses

•
•
•

* * * * *

Replace the values in Table III, *B and W Values*, with *Credibility Primary and Credibility Excess Values*, to conform to changes proposed elsewhere in this filing, and for clarity.

PROPOSED

Table III – B and W Values **Credibility Primary and Credibility Excess Values**

[Nearly 100 stricken B and W Value table entries are not shown herein for ease of readability.]

* * * * *