



August 28, 2023

CIRCULAR LETTER TO ALL MEMBER COMPANIES

**Re: Revised Private Passenger Automobile and Motorcycle Insurance Rates
Expanded Tables – Increased Limits Factors**

By Circular Letter to All Member Companies A-23-2 dated August 3, 2023, the Rate Bureau distributed to member companies various information and exhibits regarding the settlement of the 2023 private passenger auto rate filing. Those exhibits included revised rates and rating factors to be implemented effective December 1, 2023 as a result of the settlement of the Rate Bureau's private passenger automobile rate filing.

For your further information and assistance in connection with these revised rates and rating factors, please find attached expanded tables of bodily injury and property damage increased limits factors. These revised increased limits factors are to be implemented effective December 1, 2023 in accordance with the same rule of application described in Circular Letter A-23-2, which is as follows:

These changes are applicable to all new and renewal policies written to become effective on or after December 1, 2023. No policy effective prior to December 1, 2023 shall be endorsed or cancelled and rewritten to take advantage of or to avoid the application of these changes except at the request of the insured and at the customary short rate charges as of the date of such request, but in no event prior to December 1, 2023.

NOTICE REQUIREMENTS

Also be advised that G. S. 58-36-45 provides as follows:

"Whenever an insurer changes the coverage other than at the request of the insured or changes the premium rate, it shall give the insured written notice of such coverage change or premium rate change at least 15 days in advance of the effective date of such change or changes with a copy of such notice to the agent. This section shall apply to all policies and coverages subject to the provisions of this Article...."

In the past, some insurers have given notice of premium rate changes by providing to an insured and agent, at least 15 days in advance of the effective date, a renewal policy, renewal certificate, billing or endorsement showing revised rates, together with a written notice substantially as follows:

NOTICE OF RATE CHANGE - NORTH CAROLINA

The premium for this policy reflects changes in rates applicable to North Carolina placed into effect under the provisions of Article 36, Chapter 58 of the North Carolina General Statutes.

The form of this notice has varied at the option of the insurer (printed notice, stamp, stick-on label, etc.). Companies should consult legal counsel with respect to the appropriateness of their own procedures under this statute.

The enclosed exhibits are intended to enable you to implement the approved revisions in accordance with the above Rule of Application. Reprinted manual pages will be distributed in the usual manner as soon as possible.

Please see to it that this Circular is brought to the attention of all interested personnel in your company.

Sincerely,

Andy Montano

Director, Personal Lines

AM:ko
A-23-3
Attachment

North Carolina Private Passenger Automobile Insurance
 Property Damage Increased Limits Factors
 Applicable to \$25,000 Rates only

Limit	Indicated Increased Limits Factor		Selected Increased Limits Factor	
25,000	1.000		1.000	
35,000	1.008	0.00080	1.008	0.00080
50,000	1.016	0.00053	1.016	0.00053
100,000	1.048	0.00064	1.048	0.00064
250,000	1.095	0.00031	1.095	0.00031
300,000	1.115	0.00040	1.115	0.00040
350,000	1.134	0.00038	1.134	0.00038
400,000	1.150	0.00032	1.150	0.00032
450,000	1.166	0.00032	1.166	0.00032
500,000	1.182	0.00032	1.182	0.00032
550,000	1.195	0.00026	1.195	0.00026
600,000	1.208	0.00026	1.208	0.00026
650,000	1.221	0.00026	1.221	0.00026
700,000	1.234	0.00026	1.234	0.00026
750,000	1.247	0.00026	1.247	0.00026
800,000	1.263	0.00032	1.263	0.00032
850,000	1.278	0.00030	1.278	0.00030
900,000	1.294	0.00032	1.294	0.00032
950,000	1.310	0.00032	1.310	0.00032
1,000,000	1.326	0.00032	1.326	0.00032

INDICATED BI INCREASED LIMITS FACTORS

	30	40	50	85	100	200	250	300	400	500	750	1000
60	1.000	1.100	1.180									
85	1.040	1.140	1.210	1.330								
100	1.050	1.150	1.230	1.350	1.390							
200	1.130	1.230	1.300	1.430	1.490	1.600						
250	1.160	1.260	1.340	1.460	1.500	1.640	1.690					
300	1.200	1.300	1.360	1.480	1.500	1.680	1.740	1.780				
400			1.390	1.500	1.530	1.710	1.790	1.840	1.890			
500			1.410	1.530	1.550	1.750	1.830	1.890	1.930	1.950		
750			1.460	1.580	1.600	1.820	1.890	1.940	1.980	2.020	2.090	
1000			1.490	1.630	1.650	1.850	1.930	1.980	2.030	2.070	2.140	2.200
1250					1.700	1.890	1.970	2.020	2.070	2.100	2.180	2.230
1500					1.750	1.930	2.000	2.050	2.100	2.140	2.220	2.250
2000					1.820	2.000	2.080	2.120	2.180	2.220	2.270	2.280

SELECTED BI INCREASED LIMITS FACTORS

	30	40	50	85	100	200	250	300	400	500	750	1000
60	1.000	1.100	1.170									
85	1.040	1.140	1.210	1.330								
100	1.060	1.160	1.230	1.350	1.390							
200	1.130	1.230	1.300	1.440	1.490	1.600						
250	1.160	1.260	1.330	1.460	1.500	1.640	1.690					
300	1.190	1.290	1.360	1.480	1.500	1.680	1.740	1.780				
400			1.390	1.510	1.530	1.720	1.790	1.840	1.890			
500			1.410	1.530	1.550	1.750	1.830	1.890	1.930	1.950		
750			1.460	1.580	1.600	1.810	1.890	1.940	1.980	2.020	2.090	
1000			1.490	1.630	1.650	1.850	1.930	1.980	2.030	2.070	2.140	2.200
1250					1.700	1.890	1.970	2.020	2.070	2.110	2.180	2.230
1500					1.750	1.930	2.010	2.050	2.110	2.140	2.210	2.250
2000					1.820	2.000	2.070	2.110	2.170	2.200	2.270	2.280