



May 1, 2024

CIRCULAR LETTER TO ALL MEMBER COMPANIES

Re: Revised Private Passenger Automobile and Motorcycle Insurance Rates – Other Than Clean Risks

On behalf of its member companies, the North Carolina Reinsurance Facility filed with the Commissioner of Insurance on April 23, 2024, revised rates for bodily injury and property damage liability insurance for non-fleet private passenger automobiles and motorcycles ceded to the Reinsurance Facility and revised rates for medical payments insurance for non-fleet private passenger automobiles ceded to the Reinsurance Facility. The filed rates apply only to ceded risks other than “clean risks” as defined in G.S. 58-37-35(l).

The Facility’s filing includes average rate level changes for non-fleet private passenger automobiles of 10.8% for bodily injury, 34.9% for property damage, and 1.5% for medical payments coverages, averaging an overall 23.4% change from rates currently in effect. For motorcycles, the Facility’s filing includes an average rate level change of 17.4% from rates currently in effect.

Please find attached the revised base rates resulting from the Facility’s filing. Note that the rates for uninsured and combined uninsured/underinsured motorists coverages are unaffected.

These revisions will become effective December 1, 2024, in accordance with the following Rule of Application:

These changes are applicable to all policies becoming effective on or after December 1, 2024. No policy effective prior to December 1, 2024 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, 2024.

With respect to the rate differential for ceded business, your attention is directed to G.S. 58-37-25(b) which provides in part as follows:

Each insurer will provide the same type of service to ceded business that it provides for its voluntary market. Records provided to agents and brokers will include an indication that the business is ceded. When an insurer cedes a policy or renewal thereof to the Facility and the Facility premium for such policy is higher than the premium that the insurer would normally charge for such policy if retained by the insurer, the policyholder will be informed that (i) his policy is ceded, (ii) the overages are written at the Facility rate, which rate differential

must be specified,(iii) the reason or reasons for the cession to the Facility, (iv) the specific reason or reasons for the cession to the Facility will be provided upon the written request of the policyholder to the insurer, and (v) the policyholder may seek insurance through other insurers who may elect not to cede his policy.

Please note that there are other changes to be announced later this year for other than “clean risks.” Those changes are due to the amendments to North Carolina law resulting from the enactment of S.L. 2023-133, and they will include revised base rates and revised increased limits factors due to the increased minimum limits under the Financial Responsibility Act and revised rates, rules, and forms pertaining to uninsured motorist (UM) and underinsured motorist (UIM) coverages. Those changes are currently scheduled to become effective January 1, 2025. More information will be provided as it becomes available.

Please see to it that this circular is brought to the attention of all interested personnel in your company. Any questions regarding this circular letter should be directed to Andy Montano at (919) 582-1021 or via email to afm@ncrb.org.

Sincerely,

Andy Montano

Automobile Manager

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Attachment

RF-24-7

NORTH CAROLINA

PRIVATE PASSENGER AUTOMOBILE INSURANCE

REVISED BASE RATES - OTHER-THAN-CLEAN RISKS CEDED LIABILITY

Effective December 1, 2024

Terr.	BODILY INJURY				PROPERTY DAMAGE			MEDICAL PAYMENTS				
	LIMIT				LIMIT			LIMIT				
	30/60	50/100	100/300	250/500	\$25,000	\$50,000	\$100,000	\$500	\$750	\$1000	\$2000	\$5000
110	\$305	\$375	\$458	\$558	\$508	\$516	\$532	\$14	\$20	\$26	\$42	\$65
120	348	428	522	637	495	503	519	19	28	35	57	88
130	407	501	611	745	529	537	554	21	30	38	63	97
140	584	718	876	1,069	598	608	627	30	44	55	89	139
150	470	578	705	860	640	650	671	23	33	42	69	106
170	298	367	447	545	522	530	547	18	26	33	54	83
180	371	456	557	679	606	616	635	23	33	42	69	106
190	335	412	503	613	616	626	646	18	26	33	54	83
200	431	530	647	789	651	661	682	25	36	46	75	116
210	308	379	462	564	451	458	473	17	25	31	51	79
220	473	582	710	866	508	516	532	24	35	44	72	111
230	597	734	896	1,093	571	580	598	29	42	53	86	134
240	508	625	762	930	562	571	589	24	35	44	72	111
250	495	609	743	906	702	713	736	31	45	57	92	143
260	395	486	593	723	607	617	636	23	33	42	69	106
270	295	363	443	540	583	592	611	17	25	31	51	79
280	468	576	702	856	730	742	765	27	39	49	80	125
290	409	503	614	748	665	676	697	20	29	37	60	92
300	275	338	413	503	559	568	586	16	23	29	48	74
310	251	309	377	459	482	490	505	14	20	26	42	65
320	308	379	462	564	509	517	533	15	22	27	45	69
340	472	581	708	864	695	706	728	25	36	46	75	116
350	319	392	479	584	546	555	572	17	25	31	51	79
360	376	462	564	688	564	573	591	21	30	38	63	97
370	418	514	627	765	653	663	684	24	35	44	72	111
380	468	576	702	856	699	710	733	23	33	42	69	106
390	347	427	521	635	642	652	673	19	28	35	57	88
420	656	807	984	1,200	843	856	883	41	59	75	122	189
440	447	550	671	818	698	709	732	27	39	49	80	125
450	538	662	807	985	749	761	785	28	41	51	83	129
460	332	408	498	608	604	614	633	18	26	33	54	83
470	403	496	605	737	612	622	641	20	29	37	60	92
480	250	308	375	458	470	478	493	14	20	26	42	65
490	243	299	365	445	512	520	537	15	22	27	45	69

BODILY INJURY				PROPERTY DAMAGE			MEDICAL PAYMENTS				
LIMIT				LIMIT			LIMIT				
30/60	50/100	100/300	250/500	\$25,000	\$50,000	\$100,000	\$500	\$750	\$1000	\$2000	\$5000

ILF 1.23 1.5 1.83 1.016 1.048 1.45 1.83 2.98 4.62