

**Mississippi Insurance Department
Property/Casualty Rate Filing Bulletin
AUGUST 2013**

<u>COMPANY</u>	<u>FILING NUMBER</u>
<u>ACCREDITED SURETY AND CASUALTY COMPANY</u>	<u>WESA-129153347</u>

files for a new surety bond program. The company has modeled its program on Bankers Insurance Company's approved program.
Effective Date August 21, 2013.

<u>COMPANY</u>	<u>FILING NUMBER</u>
<u>AMERICAN MODERN HOME INSURANCE COMPANY</u>	<u>AMMH-129008779</u>

files revised rates, rules and forms for their Manufactured Home Program. The overall rate level change is an increase of 14.09%.
Effective Date September 1, 2013.

<u>COMPANY</u>	<u>FILING NUMBER</u>
<u>AMERICAN MODERN SELECT INSURANCE COMPANY</u>	<u>AMMH-128993569</u>

files revised rates, rules and forms for their AMS Manufactured Home Program. The proposed overall rate change is an increase of 23.1%.
Effective Date August 13, 2013 (New) August 19, 2013 (Renewal).

<u>COMPANY</u>	<u>FILING NUMBER</u>
<u>ARGONAUT GREAT CENTRAL INSURANCE COMPANY</u>	<u>ARGN-129056632</u>

files a revision to the LCM applicable to restaurant classes in the currently approved Businessowners Program. The overall rate impact in this filing is 41.0% for Restaurants. The LCM for Restaurants is proposed to increase from 1.077 to 1.519. In the rate change calculations, expenses are based on the Argo Group's 2007-2011 statewide and Mississippi experience. Loss Development triangles used data source for accident years 1996-2012 as of 12/31/2012 for Commercial Multi-Peril property and liability. Based on the frequency trend, severity trend and exposure trend, the indicated loss ratio trend for non-liability is 4.53%, for liability is 1.31%, but due to the credibility concerns the Company selected the current ISO net trends of 0.1% for non-liability and 3.1% for liability.
Effective Date September 1, 2013 for new and renewals.

<u>COMPANY</u>	<u>FILING NUMBER</u>
<u>ARGONAUT-MIDWEST INSURANCE COMPANY</u>	<u>ARGN-128968088</u>

files an overall -15.0% rate change for their Professional Liability Insurance Program. Premium volume for this program is \$11,000. The company also provided an exhibit (labeled Exhibit D) showing that a 4% underwriting profit would produce a return-on-equity of +13.0%. The proposed underwriting profit is +2.0%.
Effective Date July 30, 2013.

LEAD COMPANY
ASSURANCE COMPANY OF AMERICA

FILING NUMBER
ZURC-129056462

Other Companies

Northern Ins. Co. of New York
Maryland Casualty Co.

files revisions to their Precision Premier Restaurant Program. The overall rate impact of this filing is a 22.8% increase. The Company has provided indications for the proposed base rate changes. There are several items in the indication that need further clarification. Effective Date August 15, 2013.

COMPANY
CANAL INSURANCE COMPANY

FILING NUMBER
CNLC-129051587

files Commercial Auto revisions to various rates and rating variables, as well as introducing new credit-based factors, driver point factors, lower un-stacked UM limits, and territory relativities for physical damage. The overall impact of the proposed changes is expected to be +6.3%.

Effective Date September 1, 2013 for new business and November 1, 2013 for renewals.

COMPANY
COLONY SPECIALTY INSURANCE COMPANY

FILING NUMBER
ARGN-129085197

files a new Commercial Output insurance program. The company states that it intends to adopt the rules and rating information found in American Association of Insurance Services (AAIS) Filings AAIS-2002-57 and AAIS-2002-57-1. The proposed profit provision of +1.46% is based on a target ROE of +12.0%.

Effective Date August 9, 2013 for New and Renewal.

COMPANY
CONTINENTAL CASUALTY COMPANY

FILING NUMBER
CNAC-129094963

files revised rates, rules and forms for its Dental Professional Program resulting in an overall increase of 0.1%.

Effective Date August 22, 2013.

LEAD COMPANY
FOREMOST INSURANCE COMPANY GRAND RAPIDS MI

FILING NUMBER
FARM-129031315

Other Companies

Foremost Property & Casualty Ins. Co.
Foremost Signature Ins. Co.

files a “me too” filing of the proposed changes to the parent company’s Precision Premier Restaurant Program, filed in SERFF # ZURC-129056462. There are currently no in-force policies in their Restaurant Program. A “me too” of the approved filing appears reasonable.

Effective Date August 15, 2013.

COMPANY

GREAT AMERICAN ASSURANCE COMPANY

FILING NUMBER

GRTC-129102232

files an initial form, rate, and rule filing for its Real Estate Appraisers and Real Estate Professional Liability program. The rates and rating plan are based on the filed rates for Navigators Insurance Company.

Effective Date August 7, 2013 for New and Renewal.

COMPANY

GREAT MIDWEST INSURANCE COMPANY

FILING NUMBER

MRTN-129046352

files a +16.0% overall rate change to General Liability. There is one policy of \$28,000 written under this program at the time of the filing. The underwriting profit of -3.14% translated to return-on-surplus of +2.18%. The proposed rate change is entirely due to revising the Loss Cost Multiplier (LCM) from 1.25 to 1.45.

Effective Date July 30, 2013.

COMPANY

INDIANA LUMBERMENS MUTUAL INS. CO.

FILING NUMBER

ILMG-129063234

files revised rates for its Commercial Auto Program resulting in an overall 9.6% increase.

Effective Date October 1, 2013 for new and renewals.

COMPANY

INSURANCE SERVICES OFFICE, INC.

FILING NUMBER

ISOF-129045851

files to introduce and revise various E-Commerce loss costs and rating factors. The filing introduces advisory loss costs for the ISO E-Commerce Media and Information Security Protection Policy and the Computer and Funds Transfer Fraud and Telephone Toll Fraud Insuring Agreements. The filing updates the current revenue and asset size factors with a reasonable explanation of the calculations for the Basic Limit Loss Costs for Insuring Agreements 1-3. The Company proposes decreases in the current loss costs of -2.3% for the ISO Information Security Protection policy and -2.0% for the Financial Institutions Information Security Protection policy.

Effective Date February 1, 2014 for New and Renewal.

COMPANY

MARKEL AMERICAN INSURANCE COMPANY

FILING NUMBER

MRKA-129119606

files rates, rules and forms for an initial filing of a Dwelling Fire program. The program is designed to provide coverage for owner occupied, seasonal, rental, and vacant dwellings.

Effective Date September 1, 2013.

LEAD COMPANY
MARKEL AMERICAN INSURANCE COMPANY

FILING NUMBER
MRKB-129132901

Other Companies

Markel Ins. Co.

files new and revised independent forms/rules for their Commercial Crime and Fidelity program. The Company is proposing to adopt the ISO 2013 Countrywide revisions (CR-2012-RRU12 - Rules and CR-2012-OFR12 - Forms). In addition, the Company is filing a new minimum premium rule for ISO's Rule 94 for Government Employee Theft and Forgery Policy. There is no rate impact for this filing.

Effective Date January 1, 2014.

COMPANY
MISSISSIPPI FARM BUREAU CASUALTY INS. CO.

FILING NUMBER
SFBC-129072757

files revised rates and rules for their Homeowners program. The overall rate level change is an increase of 8.5%.

Effective Date October 1, 2013.

COMPANY
MISSISSIPPI FARM BUREAU CASUALTY INSURANCE CO.

FILING NUMBER
SFBC-129085093

files revised rates and rules for their Manufactured Home program. The overall rate level change is an increase of 6.47%.

Effective Date October 1, 2013.

COMPANY
MISSISSIPPI STATE RATING BUREAU

FILING NUMBER
MSSS-128951867

files Wind Mitigation Credits (WMC) and Building Code Effectiveness Grading System (BCEGS) credits for the Mississippi Dwelling Manual in response to House Bill 1410. The proposed changes will be applicable to all policies effective July 1, 2013. The WMC are tiered by territory, with qualifying dwellings located in seacoast territories receiving the largest credits. Extended coverage BCEGS credits are introduced for the seacoast counties of Jackson, Harrison, Hancock, George, Stone and Pearl River only. Dwellings qualifying for a WMC will not be eligible for a BCEGS credit, and vice versa.

Effective Date August 8, 2013.

COMPANY

FILING NUMBER

NATIONAL UNION FIRE INS. CO. OF PITTSBURGH, PA **AGNY-129024490**

files for its new Psychiatrists Professional Liability Insurance Program. The Company currently has an approved Psychiatrists Professional Liability Insurance program on file through the program administrator, Professional Risk Management Services, Inc. (PRMS) under the Psychiatrists' Purchasing Group, Inc. The Company terminated its relationship with PRMS at December 31, 2012, but in order to continue serving existing insureds, the Company seeks approval to maintain the existing Psychiatrists' Purchasing Group, Inc. filing (filing #AIC-00-MM-03) in place through December 31, 2013. The new Psychiatrists Professional Liability Insurance Program offers entirely new forms, endorsements and applications and is independent of any risk purchasing group. The Company adopted a modified version of the Rating Rules approved under the rate filing of Darwin National Assurance Company's Psychiatrist Professional and General Business Liability Insurance Program (Company Tracking #2010-7010-F/R). The Company's proposed class relativities, increased limits factors, claims made step factors, occurrence conversion factors, deductible credits and extended reporting period factors are selected to be the same as those in use by Darwin National Assurance Company. Effective Date August 9, 2013.

LEAD COMPANY

FILING NUMBER

NATIONWIDE ASSURANCE COMPANY

NWSP-128929630

Other Companies

Victoria Fire & Casualty Co.

files rate, rule, and form filing for their Motorcycle program. The company is updating their base rates, revising multiple rating factors, revising the eligibility criteria for several discounts, and implementing several new discounts. The overall impact of the changes is -10.3% driven by a downward adjustment in base rates of -10.2%. Individual policyholder impacts range from -41.7% to 27.2%. The company introduced a riding association discount of 10% and an affinity discount of 5% for members of a Nationwide Affinity group.

Effective Date August 19, 2013, N, September 18, 2013 R.

LEAD COMPANY

FILING NUMBER

NATIONWIDE MUTUAL FIRE INSURANCE COMPANY

NWCM-129073356

Other Companies

Nationwide Mutual Ins. Co.

Nationwide Property & Casualty Ins. Co.

files a Commercial Auto filing proposing an exception to ISO's manual for non-ownership liability for risks with food delivery exposure. The company provides justification for using rates higher than ISO loss costs. The company cites two competitors using a similar approach. The rating rule and rates appear reasonable and we have no objection. The company estimates no premium impact from the filing.

Effective Date October 1, 2013.

COMPANY

FILING NUMBER

NATIONWIDE MUTUAL INSURANCE COMPANY

NWPC-129134173

files an overall +5.0% rate change to Personal Umbrella Liability policies. The indicated rate change is +5.8%. Total premium volume is \$572,000. Effective Date November 18, 2013 for New and Renewal.

COMPANY

FILING NUMBER

NOVA CASUALTY COMPANY

NVAC-129126455

files a Commercial Property filing proposing new time period options under Business Income and Extra Expense Coverage, allowing new limit options for earthquake & volcanic action coverage as well as associated rating changes, and making other rating rule clarification changes. Effective Date August 22, 2013.

COMPANY

FILING NUMBER

OBI NATIONAL INSURANCE COMPANY

BEAC-128689108

files to introduce the forms, rates and rules associated with their Workers' Compensation program. The Company is proposing to adopt the 3/1/13 NCCI Loss Costs and use loss cost multipliers (LCMs) representing 3 tiers of business (Standard, Preferred, and Super Preferred) that have been approved for use by their affiliated companies, Employers' Fire Insurance Company (Standard), OneBeacon America Insurance Company (Preferred), and OneBeacon Insurance Company (Super Preferred). The company states that rates and rules are the same as approved for these three companies. Effective Date September 1, 2013.

COMPANY

FILING NUMBER

PHARMACISTS MUTUAL INSURANCE COMPANY

PHAR-129084971

files an overall +2.8% rate change to their Businessowners Program. The indicate rate change is +3.2%. The total premium volume is \$1,035,000. The proposed LCM includes a Loss Cost Modification Factor of 0.630. Effective Date October 1, 2013 for New and November 1, 2013 for Renewal.

COMPANY

FILING NUMBER

PHARMACISTS MUTUAL INSURANCE COMPANY

PHAR-129058891

files forms/rates/rules filing for its Individual Pharmacist Professional Liability program. The Company is revising the basic policy form to exclude sterile compounding, and is introducing an optional policy form that will add back this coverage. All current policyholders will automatically be renewed onto the basic form, and will be given the option to purchase the broader form. Pharmacy students or interns are not able to purchase coverage excluding sterile compounding. Rates for these classes of insureds are being increased between 9.4% and 12.5%. Our understanding is that rates for other classes in the basic form will be decreased between -3.5% and -6.7% to account for the decrease in coverage. Effective Date August 12, 2013 new and October 1, 2013 renewals.

COMPANY

FILING NUMBER

PLATEAU CASUALTY INSURANCE COMPANY

PLIG-129150418

files to comply with triennial rate review requirements for force placed products. The company's force placed auto rates were approved in 2004. The company includes as support three years of loss experience showing an overall loss ratio of 40.6%. However, these losses have not been trended or developed to ultimate, implying a somewhat larger ultimate loss ratio. Additionally, we noted that of the three years, the latest year (2012) showed the worst experience at 55.8%. The company has little volume in Mississippi, with less than \$600,000 in earned premium during 2012.

Effective Date August 21, 2013.

COMPANY

FILING NUMBER

SECURIAN CASUALTY COMPANY

CHER-127173435

files to add certain rates to its existing Collateral Protection Program that provides coverage for vehicles designated as collateral for an outstanding loan. Rates and factors for Premium Deficiency with Loss and Loss Ratio Caps Coverage are based on Securian Casualty Company (SCC) rates approved nationwide in 45 other states. The rates Basic & Broad Form Blanket Conversion, Secretion and Confiscation Coverage are based on nationwide approved American Modern Home Insurance Company rates and factors and nationwide approved SCC rates.

Effective Date July 30, 2013.

COMPANY

FILING NUMBER

SENTINEL INSURANCE COMPANY LIMITED

HART-129068007

files to revise rates for its Commercial Multiple Peril program. The program was initially implemented in Mississippi in January 2010, and rates have not been adjusted since the initial filing. The Company is proposing an overall rate level increase of +8.8% with minimum and maximum changes of -3.8%/+18.9%, which vary based on market group.

Effective Date September 7, 2013 for New and Renewal.

COMPANY

FILING NUMBER

SPARTA INSURANCE COMPANY

REGU-129125958

files revision to its Commercial Auto Program. The rate change is due solely to the proposed change in Physical Damage Loss Cost Multiplier from 1.914 to 3.80. This results in an overall increase of 22%.

Effective Date December 1, 2013 for new and renewals.

COMPANY

FILING NUMBER

STATE AUTO PROPERTY AND CASUALTY INS. CO.

STAT-129009645

files revised rates, rules and forms for their Homeowners program. The overall rate level change is an increase of 5.9%.

Effective Date October 25, 2013.

COMPANY **FILING NUMBER**
STATE FARM FIRE AND CASUALTY COMPANY **SFMA-128854838**

files revised rates and rules for their Homeowners program. The company proposes implementation of its GRID program in which boundaries are assigned based on latitude and longitude. The overall proposed rate level change is 7.6% with a cap of 20%. Effective Date October 15, 2013 new business and November 15, 2013 for renewals.

COMPANY **FILING NUMBER**
TRAVELERS CASUALTY INSURANCE CO. OF AMERICA **TRVD-129064406**

files a rate filing for their Businessowners program. The Company is proposing to revise their base rates, class of business factors and minimum premiums. The impact of the bases rates, class of business factors and minimum premium are 0.4%, 1.8% and 0.4%, respectively. The combined overall impact is 2.5%. The Company provided a rate indication based on five years of experience that resulted in an indicated change of +2.3%. Effective Date December 1, 2013 for New and Renewal.

LEAD COMPANY **FILING NUMBER**
UNITED FIRE & CASUALTY COMPANY **UNFG-129117311**

Other Companies
Lafayette Insurance Company
files an overall -4.52% rate change to their Commercial General Liability program. The rate change is due solely to the changes in underlying loss costs and increased limit factors. The combined premium volume for the two companies is \$913,000. The filing states that the company will be adopting the new loss costs and increased limits factors filed by ISO in filings GL-2012-BGL1, and GL-2012-IALL1. Effective Date October 1, 2013 for New and Renewal.

COMPANY **FILING NUMBER**
VIRGINIA SURETY COMPANY, INC. **VRGS-129105075**

files a new Failure to Perform Contractual Liability Policy. Effective Date August 15, 2013 for New and Renewal.

COMPANY **FILING NUMBER**
WESTPORT INSURANCE CORPORATION **SWRE-129138058**

files an Errors and Omissions Liability program filing making reductions to base rates and adding a new criteria to its schedule rating rule. The impact of the filing is estimated at -7.0%. Effective Date January 1, 2014.

COMPANY

WESTPORT INSURANCE CORPORATION

FILING NUMBER

SWRE-129138061

files an Errors and Omissions Liability program filing making reductions to base rates, adding a new efficiency credit for large policies, adding a new criteria to its schedule rating rule, and making other language clarifications. The impact of the filing is estimated at -3.0%.

Effective Date January 1, 2014.