



**NOTICE OF EFFECTIVE FILING**

**TO: ISO Distribution List**

**DATE: December 22, 2016**

**FROM: Angel Manus**

**PHONE: 770-671-2353**

**PROGRAM: DELAY ADOPTION ISO'S COMMERCIAL AUTO**

**ISO CIRCULAR: LI-CA-2016-023**

**ISO REFERENCE FILING NUMBER: CA-2015-BRLA1**

**CONTENTS: Loss Cost Adoption and Loss Cost Multiplier Change**

**STATE: Florida**

**EFFECTIVE DATE: March 6, 2017**

**MODIFICATIONS: None**

**COMMENTS: None**

**COMPANY(IES) EFFECTIVE:**

- AIU INSURANCE COMPANY
- AMERICAN HOME ASSURANCE COMPANY
- AIG ASSURANCE COMPANY
- AIG PROPERTY CASUALTY COMPANY
- COMMERCE AND INDUSTRY INSURANCE COMPANY
- GRANITE STATE INSURANCE COMPANY
- ILLINOIS NATIONAL INSURANCE CO.
- NATIONAL UNION FIRE INSURANCE COMPANY OF PITTSBURGH, PA.
- NEW HAMPSHIRE INSURANCE COMPANY
- THE INSURANCE COMPANY OF THE STATE OF PENNSYLVANIA

**FILING NUMBER: ISO-FL-16-CA-01**

AIG Property Casualty  
State Filings Division  
12 Metrotech Center, 27<sup>th</sup> Floor  
Brooklyn, NY 11201



## OFFICE OF INSURANCE REGULATION

**DAVID ALTMAIER**  
COMMISSIONER

December 22, 2016

Ms. Angel Manus  
AIU Insurance Company  
1200 Abernathy Rd Bldg 600 Suite 500  
Atlanta, GA 30328

RE: AIU Insurance Company  
AIG Assurance Company  
Commerce and Industry Insurance Company  
American Home Assurance Company  
New Hampshire Insurance Company  
Granite State Insurance Company  
National Union Fire Insurance Co. of Pittsburgh, PA  
AIG Property Casualty Company  
Illinois National Insurance Company  
Insurance Company of The State of Pennsylvania  
Commercial Auto / Other Commercial Auto  
Company File Number: ISO-FL-16-CA-01  
OIR File Number: FCC 16-32450

**PLEASE REFER TO THE OIR FILE NUMBER WHEN CORRESPONDING**

Dear Ms. Manus:

This is to acknowledge receipt of your notice of changes to the rates for the above-referenced line of business, filed pursuant to Section 627.0651(14), Florida Statutes. Attached for your records is a copy of the original cover letter and a set of manual pages stamped "ACKNOWLEDGED" for the above referenced filing.

Our records indicate that this filing is effective 3/6/2017 for new business and 3/6/2017 for renewal business.

**Based on a cursory review we noticed the following:**

- Note that each manual page should show the company name, line of business and edition date in order to be in compliance with Rule 690-170.006, Florida Administrative Code.

***It is a company's responsibility to comply with all applicable statutes and rules.***

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FLORIDA OFFICE OF INSURANCE REGULATION  
200 EAST GAINES STREET • TALLAHASSEE, FLORIDA 32399-0330  
website: [www.floir.com](http://www.floir.com)

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COMMISSIONER OF  
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Manus, Angel  
FCC 16-32450  
December 22, 2016  
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Please verify that these pages are the final printed manual pages intended for use with this filing and that the effective dates noted above are correct. **If we do not hear from you within the next 10 days, we will assume that you have received a stamped copy of all manual pages applicable to this filing and that the effective dates are correct.**

Sincerely,

Office of Insurance Regulation

# Florida Office of Insurance Regulation

## I-File Workflow System

Filing Number: 16-32450

Request Type: Stamped Only



Angel Manus  
 AIG Property Casualty  
 State Filing Analyst  
 678 240 1019 Telephone  
 angel.manus@aig.com  
**ACKNOWLEDGED**  
 Date Received: 12/21/2016  
 Date of Action: 12/22/2016  
 FL OFFICE OF INSURANCE REGULATION

December 21, 2016

Honorable Kevin M. McCarty  
 Commissioner of Insurance  
 Office of Insurance Regulation  
 Property & Casualty Product Review  
 200 East Gaines Street  
 Tallahassee, Florida 32399-0330

**AIU INSURANCE COMPANY**

NAIC #012-19399 FEIN# 13-533710

**AMERICAN HOME ASSURANCE COMPANY**

NAIC #012-19380 FEIN #13-5124990

**AIG ASSURANCE COMPANY**

NAIC #012-40258 FEIN # 13-5124990

**AIG PROPERTY CASUALTY COMPANY**

NAIC #012-19402 FEIN #25-118791

**COMMERCE AND INDUSTRY INSURANCE COMPANY**

NAIC #012-19410 FEIN #13-1938623

**GRANITE STATE INSURANCE COMPANY**

NAIC #012-23809 FEIN #02-0140690

**ILLINOIS NATIONAL INSURANCE CO.**

NAIC #012-23817 FEIN #37-0344310

**NATIONAL UNION FIRE INSURANCE COMPANY OF PITTSBURGH, PA.**

NAIC #012-19445 FEIN #25-0687550

**NEW HAMPSHIRE INSURANCE COMPANY**

NAIC #012-23841 FEIN #02-0172170

**THE INSURANCE COMPANY OF THE STATE OF PENNSYLVANIA**

NAIC #012-19429 FEIN #13-5540698

**Program: ISO Commercial Auto  
 Loss Cost Adoption & Loss Cost Multiplier Change**

**Filing Number: ISO-FL-16-CA-01**

Dear Mr. McCarty,

The referenced companies are filing to adopt ISO's Commercial Auto Loss Costs revision referenced in circular LI-CA-2016-023 and ISO filing number CA-2015-BRLA1.

The adoption of this circular will result in a loss cost change of 2.8%. We are also filing to change our Loss Cost Multiplier which results in a 10.4% expense change and a 1.3% deviation change.

The overall rate impact for Commercial Auto is 14.8% for all companies.

We wish to make this filing effective for all policies effective on or after March 6, 2017.

Your favorable consideration and approval are respectfully requested.

Sincerely,

Angel Manus  
 State Filing Analyst

**AIG**  
**Commercial Automobile**  
**Florida**  
**Company Exception Page**

Our Expected Loss Ratios are as follows:

Line of Business

Commercial Automobile

Liability	0.653
Physical Damage	0.652
Factor to remove ULAE for Liability:	1.092
Factor to remove LAE for Physical Damage:	1.138
ELR for Liability excluding ULAE:	0.598
ELR for Physical Damage excluding LAE:	0.572
Tax Multiplier *	1.028

These loss ratios apply to the following rating plans:

Experience & Schedule Rating Plan +  
Composite Rating Plan  
Retrospective Rating Plan \*

+ Schedule Debits & Credits are added together to determine the final Schedule Modification. The calculated Experience Modification (Credit or Debit) & the Schedule Modification (Credit or Debit) are multiplied together to develop the final Experience & Schedule Rating Plan Modification.

**AIG**  
**Commercial Automobile**  
**Florida**  
**Company Exception Page**

**ACKNOWLEDGED**  
Date Received: 12/21/2016    Date Of Action: 12/22/2016  
**FL OFFICE OF INSURANCE REGULATION**

*To calculate Commercial Auto rates by company, multiply loss costs by the appropriate factor as listed below:*

<u>Company</u>	<u>Liability</u>	<u>Physical Damage</u>	<u>Garage</u>
American Home Assurance Company	1.771	1.782	2.024
AIG Assurance Company	1.505	1.515	1.720
AIG Property Casualty Company	1.771	1.782	2.024
AIU Insurance Company	1.771	1.782	2.024
Commerce and Industry Insurance Company	1.771	1.782	2.024
Granite State Insurance Company	1.771	1.782	2.024
Illinois National Insurance Co.	2.036	2.049	2.327
National Union Fire Insurance Company of Pittsburgh, Pa.	1.771	1.782	2.024
New Hampshire Insurance Company	1.594	1.604	1.821
The Insurance Company of the State of Pennsylvania	1.771	1.782	2.024