CALIFORNIA DEPARTMENT OF INSURANCE
Rate Enforcement Bureau
NIKKI S. MCKENNEDY, Bar No. 184269
SUMMER VOLKMER, Bar No. 279139
45 Fremont Street, 21st Floor
San Francisco, CA 94105
Telephone: 415-538-4162
Facsimile: 415-904-5490

Attorneys for The California Department of Insurance

BEFORE THE INSURANCE COMMISSIONER

OF THE STATE OF CALIFORNIA

In the Matter of the Rate Application of State Farm General Insurance Company, Applicant.	File No. PA-2016-00009 SETTLEMENT STIPULATION

State Farm General Insurance Company ("Applicant"), Consumer Watchdog ("Petitioner"), and the California Department of Insurance ("Department") (collectively, the "Parties") stipulate as follows:

RECITALS

A. The Applicant is licensed by the Department to conduct insurance business in California.

B. On or about June 1, 2016, Applicant filed rate application 16-3238 ("Application") with the Department, requesting an overall rate decrease of 26.1% to its independent rental dwelling program.

C. On June 17, 2016, pursuant to California Insurance Code ("CIC") section 1861.05(c), the Department notified the public of the Application.

D. On August 1, 2016, Petitioner submitted a timely Petition for Hearing, Petition to Intervene, and Notice of Intent to Seek Compensation alleging that the Applicant's proposed overall rate was excessive in violation of CIC section 1861.05.

E. On August 16, 2016, the Commissioner granted Petitioner's Petition to Intervene.

F. The Parties have engaged in discussions regarding the Application and additional information and analysis which the Parties provided.

STIPULATION

1. This Stipulation represents the complete and final settlement of the Application.

2. Based upon the Application and additional information which the Parties provided, the Parties agree to implementation of an overall rate decrease of 40.0%. Applicant has amended or will amend the Application to achieve an overall rate decrease of 40.0% (the "New Rates").

3. Applicant has represented that the New Rates will take effect for all policies, new and renewal, with an effective date on or after February 1, 2017.

4. Consistent with 10 CCR sections 2656.1(b) and 2662.3(c), no agreement regarding Petitioner's compensation has been made. However, the Parties agree that the Commissioner's approval of the Application, consistent with this Stipulation, will be a decision or order within the meaning of CIC section 1861.10(b). Petitioner agrees to submit any request for compensation to the Public Advisor within 30 days after receipt of the Commissioner's approval letter.

5. Petitioner will withdraw its Petition for Hearing upon receipt of the Commissioner's approval letter.

6. This Stipulation is made solely to reach a compromise among the Parties. Discussions, admissions, concessions or offers to stipulate or settle made by any party in negotiating this stipulated settlement, are confidential and inadmissible for any purpose in any proceeding except to the extent permitted by 10 CCR section 2662.3(b)(3), which states in part, "any confidential correspondence, documents, or declarations referencing confidential information, including but not limited to confidential settlement communications, may be submitted to the Public Advisor with a request for an award of compensation. Any such confidential material submitted to the Public Advisor will retain its confidential status."

7. The Commissioner retains jurisdiction to ensure that the Parties comply with this Stipulation.

8. This Stipulation may be executed in counterparts.

Dated: October ____, 2016

HOGAN LOVELLS US LLP, for Applicant State Farm General Insurance Company

By _____
Vanessa Wells

Dated: October ____, 2016

Harvey Rosenfield
Pamela Pressley
Jonathan Phenix
CONSUMER WATCHDOG

By _____
Harvey Rosenfield
Pamela Pressley
Jonathan Phenix

Dated: October 19, 2016

CALIFORNIA DEPARTMENT OF INSURANCE

By Nikki S.
Nikki S. McKennedy
Summer Volkmer

Dated: October 18, 2016

HOGAN LOVELLS US LLP, for Applicant State Farm General Insurance Company

By _____
Vanessa Wells

Dated: October ____, 2016

Harvey Rosenfield
Pamela Pressley
Jonathan Phenix
CONSUMER WATCHDOG

By _____
Harvey Rosenfield
Pamela Pressley
Jonathan Phenix

Dated: October ____, 2016

CALIFORNIA DEPARTMENT OF INSURANCE

By _____
Nikki S. McKennedy
Summer Volkmer

Dated: October ____, 2016

HOGAN LOVELLS US LLP, for Applicant State Farm General Insurance Company

By _____
Vanessa Wells

Dated: October ____, 2016

Harvey Rosenfield
Pamela Pressley
Jonathan Phenix
CONSUMER WATCHDOG

By _____
Harvey Rosenfield
Pamela Pressley
Jonathan Phenix

Dated: October ____, 2016

CALIFORNIA DEPARTMENT OF INSURANCE

By _____
Nikki S. McKennedy
Summer Volkmer