| 2 | SARA AHN (S CALIFORNIA 300 Capitol N | A DEPARTMENT OF INSURANG Mall, Suite 1700 | CE | |
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| 3 | | California 95814 | | |
| 4 | Attorneys for | the California Department of In | surance | |
| 5 | | BEFORE THE INSU | RANCE COMMISSIONER | |
| 6 | | OF THE STAT | TE OF CALIFORNIA | |
| 7 | | | | |
| 8 | In the Matter | of the Rate Application of | File No.: PA-2023-00016 | |
| 9 | Liber | ty Insurance Corporation, | SETTLEMENT | |
| 10 | Aŗ | oplicant. | STIPULATION | |
| 11 | Libon | try Improvement Communition ("A mal | icent") Consumer Watchdoo ("Detitioner") and the | |
| 12 | Liberty Insurance Corporation ("Applicant"), Consumer Watchdog ("Petitioner"), and the California Department of Insurance ("Department") (collectively, the "Parties") stipulate as | | | |
| 13 | follows: | epartment of hisurance (Departi | nent) (confectively, the Farties) stipulate as | |
| 15 | Tollows. | Dr | COTALC | |
| 16 | A. | | ne Department to conduct insurance business in | |
| 17 | California. | The Applicant is necessed by the | be Department to conduct insurance ousmess in | |
| 18 | В. | On July 20, 2023, the Applica | homeowners nt filed for a rate increase to its auto line of | |
| 19 | | | with an overall rate impact of 29.1%. | |
| 20 | C. | | o California Insurance Code ("CIC") section | |
| 21 | | he Department notified the publi | | |
| 22 | D. | | oner submitted a timely Petition for Hearing, | |
| 23 | Petition to In | | Seek Compensation regarding the Application. | |
| 24 | E. | On October 3, 2023, the Comm | nissioner denied Petitioner's petition with leave to | |
| 25 | amend. | | | |
| 26 | F. | On October 16, 2023, Petitione | er submitted an amended Petition for Hearing, | |
| 27 | Petition to In | tervene, and Notice of Intent to S | Seek Compensation regarding the Application. | |
| 28 | G. | On October 31, 2023, the Com | missioner granted Petitioner's petition. | |
| - 1 | I . | | | |

| 1 | LISBETH LANDSMAN-SMITH (SBN 166973) SARA AHN (SBN 292206) | |
|----|--|----|
| 2 | CALIFORNIA DEPARTMENT OF INSURANCE 300 Capitol Mall, Suite 1700 | |
| 3 | Sacramento, California 95814 | |
| 4 | Attorneys for the California Department of Insurance | |
| 5 | BEFORE THE INSURANCE COMMISSIONER | |
| 6 | OF THE STATE OF CALIFORNIA | |
| 7 | | |
| 8 | In the Matter of the Rate Application of File No.: PA-2023-00016 | |
| 9 | Liberty Insurance Corporation, SETTLEMENT STIPULATION | |
| 10 | | |
| 11 | Applicant. | |
| 12 | Liberty Insurance Corporation ("Applicant"), Consumer Watchdog ("Petitioner"), and the | |
| 13 | California Department of Insurance ("Department") (collectively, the "Parties") stipulate as | |
| 14 | follows: | |
| 15 | RECITALS | 24 |
| 16 | A. The Applicant is licensed by the Department to conduct insurance business in | |
| 17 | California. | |
| 18 | B. On July 20, 2023, the Applicant filed for a rate increase to its auto line of RM | 4 |
| 19 | insurance (File No. 23-2333 ["Application"]) with an overall rate impact of 29.1%. | + |
| 20 | C. On August 4, 2023, pursuant to California Insurance Code ("CIC") section | |
| 21 | 1861.05(c), the Department notified the public of the Application. | |
| 22 | D. On September 18, 2023, Petitioner submitted a timely Petition for Hearing, | |
| 23 | Petition to Intervene, and Notice of Intent to Seek Compensation regarding the Application. | |
| 24 | E. On October 3, 2023, the Commissioner denied Petitioner's petition with leave to | |
| 25 | amend. | |
| 26 | F. On October 16, 2023, Petitioner submitted an amended Petition for Hearing, | |
| 27 | Petition to Intervene, and Notice of Intent to Seek Compensation regarding the Application. | |
| | | |
| 28 | G. On October 31, 2023, the Commissioner granted Petitioner's petition. | |

I. As a result of the Parties' discussions and negotiations, Applicant updated the
 Application per the Parties' agreement.

STIPULATION

- 1. This Stipulation, together with the updated Application and the Commissioner's approval in SERFF, represents the complete and final settlement resolving all issues between the Parties regarding the Application.
- 2. Based upon the Application and additional information that the Parties provided, the Parties agree that an overall rate increase of 16.5%, effective December 10, 2024, complies with the applicable laws and regulations and results in rates that are not excessive, not inadequate, and not unfairly discriminatory. Applicant has made appropriate updated filings in SERFF to reflect the overall rate change.
- 3. Approval of the Application described in this Stipulation will only be effective when approved by the Commissioner in SERFF in accordance with the overall rate indication set forth in paragraph 2.
- 4. This Stipulation does not constitute an endorsement or approval of models generally, or any specific model, eligibility or nonrenewal criteria, or rating methodology.
- 5. 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 notice of the Commissioner's approval in SERFF.
- 6. Petitioner agrees to withdraw its Petition for Hearing effective as of the date of execution of this Stipulation, provided the Application is approved by the Commissioner in SERFF in accordance with the overall rate indication set forth in paragraph 2 within 10 days.

| I | 7. | This Stipulation is made s | olely to reach a compromise among the Parties. The | | | |
|----|---|------------------------------|--|--|--|--|
| 2 | Commissioner | r's approval of the Applicat | tion shall not constitute approval of or precedent | | | |
| 3 | regarding any principle or issue in any other proceeding. | | | | | |
| 4 | 8. | The Commissioner retains | s jurisdiction to ensure that the Parties comply with this | | | |
| 5 | Stipulation. | | | | | |
| 6 | 9. | Nothing in this Settlement | Stipulation constitutes a limitation upon or a waiver of | | | |
| 7 | the Commissioner's rights and powers to enforce any California law, examine the Applicant's | | | | | |
| 8 | rating practices, or take such other action as necessary to protect the public. | | | | | |
| 9 | 10. | This Stipulation may be ex | xecuted in counterparts. | | | |
| 10 | | | | | | |
| 11 | Dated: Octob | per 1, 2024 | LIBERTY INSURANCE CORPORATION | | | |
| 12 | | | | | | |
| 13 | | | By Kimberly Haza | | | |
| 14 | | | 0 0 | | | |
| 15 | Dated: Octobe | er 1, 2024 | CONSUMER WATCHDOG | | | |
| 16 | | | | | | |
| 17 | | | By Ryan Wellino | | | |
| 18 | | | | | | |
| 19 | Dated: Septem | nber 30, 2024 | CALIFORNIA DEPARTMENT OF INSURANCE | | | |
| 20 | | | 0 0 111 | | | |
| 21 | | | By | | | |
| 22 | | | Lisbeth Landsman-Smith | | | |
| 23 | | | Attorney for the California Department of Insurance | | | |
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1 PROOF OF SERVICE In the Matter of the Rate Application of 2 Liberty Insurance Corporation, Applicant. CDI File No. PA-2023-00016 3 (RRB FILE No. HO-23-2333) 4 I am over the age of eighteen years and am not a party to the within action. I am an employee of the Department of Insurance, State of California, employed at 1901 Harrison Street, 5 4th Floor, Oakland, CA 94612. On October 8, 2024, I served the following document(s): 6 **SETTLEMENT STIPULATION –** (Correcting Line of Insurance from Auto to Homeowners) 7 on all persons named on the attached Service List, by the method of service indicated, as follows: 8 If U.S. MAIL is indicated, by placing on this date, true copies in sealed envelopes, addressed to 9 each person indicated, in this office's facility for collection of outgoing items to be sent by mail, pursuant to Code of Civil Procedure Section 1013. I am familiar with this office's practice of 10 collecting and processing documents placed for mailing by U.S. Mail. Under that practice, outgoing items are deposited, in the ordinary course of business, with the U.S. Postal Service on 11 that same day, with postage fully prepaid, in the city and county of San Francisco, California. 12 If **OVERNIGHT SERVICE** is indicated, by placing on this date, true copies in sealed envelopes, addressed to each person indicated, in this office's facility for collection of outgoing 13 items for overnight delivery, pursuant to Code of Civil Procedure Section 1013. I am familiar with this office's practice of collecting and processing documents placed for overnight delivery. 14 Under that practice, outgoing items are deposited, in the ordinary course of business, with an authorized courier or a facility regularly maintained by one of the following overnight services in 15 the city and county of San Francisco, California: Express Mail, UPS, Federal Express, or Golden State overnight service, with an active account number shown for payment. 16 If FAX SERVICE is indicated, by facsimile transmission this date to fax number stated for the 17 person(s) so marked. 18 If **PERSONAL SERVICE** is indicated, by hand delivery this date. 19 If INTRA-AGENCY MAIL is indicated, by placing this date in a place designated for collection for delivery by Department of Insurance intra-agency mail. 20 If **EMAIL** is indicated, by electronic mail transmission this date to the email address(es) listed. 21 Executed this date at San Francisco, California. I declare under penalty of perjury under the laws 22 of the State of California that the above is true and correct. 23 Cecilia Padua
Cecilia Padua 24 25 26 27 28

| Phone/Fax Numbers Tel: (310) 392-0522 Fax: (310) 392-8874 | Method of Service Via EMAIL |
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