

SFG-NW-9

**State Farm General Insurance Company
California Renters
Catastrophe Adjustment Excluding Fire Following Earthquake Provision**

(1) Calendar Year	(2) AIY	(3) CAT Loss & DCCE	(4) CAT/AIY (3) / (2)	(5) Weight	(6) NCAT Loss & DCCE
1990	4,849,252	525,593	0.108	0.0%	10,482,886
1991	5,391,844	3,433,851	0.637	0.0%	17,582,061
1992	5,998,469	1,177,434	0.196	0.0%	21,163,099
1993	6,443,729	886,335	0.138	0.0%	25,026,146
1994	6,615,646	470,459	0.071	0.0%	24,824,761
1995	6,220,922	562,036	0.090	0.0%	17,010,738
1996	5,957,535	140,823	0.024	0.0%	15,497,781
1997	5,996,563	101,946	0.017	0.0%	13,236,615
1998	6,002,587	260,492	0.043	0.0%	12,579,289
1999	6,195,563	27,989	0.005	0.0%	13,921,038
2000	6,590,879	37,078	0.006	0.0%	15,209,925
2001	7,140,495	42,253	0.006	0.0%	20,832,738
2002	7,661,282	279,602	0.036	0.0%	20,600,203
2003	7,648,088	4,940,397	0.646	0.0%	22,620,612
2004	7,553,412	-2,186,328	-0.289	0.0%	17,238,126
2005	7,667,837	-249,195	-0.032	0.0%	12,855,904
2006	8,064,808	97,211	0.012	2.9%	15,246,127
2007	8,637,203	2,563,642	0.297	3.1%	20,744,142
2008	9,693,552	2,228,678	0.230	3.3%	21,228,258
2009	10,579,764	-1,202,039	-0.114	3.4%	25,117,968
2010	11,215,661	1,100,355	0.098	3.6%	27,473,163
2011	11,999,131	-667,065	-0.056	3.8%	34,912,726
2012	13,272,090	397,498	0.030	4.0%	39,157,872
2013	14,477,201	163,328	0.011	4.2%	38,178,545
2014	15,541,552	1,382,383	0.089	4.4%	39,390,204
2015	15,894,591	1,636,542	0.103	4.7%	39,812,493
2016	16,075,979	720,548	0.045	4.9%	51,737,254
2017	17,066,282	76,902,995	4.506	5.2%	50,355,481
2018	18,348,049	-29,874,047	-1.628	5.4%	50,617,663
2019	18,694,746	-9,805,338	-0.524	5.7%	51,475,021
2020	18,820,730	323,233	0.017	6.0%	42,409,540
2021	18,971,547	-4,496,143	-0.237	6.3%	44,665,037
2022	19,712,276	211,280	0.011	6.7%	58,949,403
2023	20,264,797	10,679,176	0.527	7.0%	71,890,943
2024	16,900,882	2,380,128	0.141	7.4%	
2025*			2.474	7.8%	

Catastrophe Ratio (Column (4) weighted by Column (5)): 0.3685

* 2025 CAT/AIY value is based on preliminary analysis of the January 2025 wildfires; including, an estimated claim count total of 401, an estimated severity per claim of 79,523, a DCCE assumption of 5%, and an AIY value of 13,536,446. The frequency assumption is based on fire claim counts reported to date as of the time of this analysis and a by-line of business assumption based on policy distributions in the affected areas. The severity assumption is based on coverage amounts for policies in the affected areas and an estimated loss percent relative to coverage amount based on historical wildfire experience. Annual AIY is based on recent historical patterns of policy lapse and average AIY per exposure.

(3) Non-Hurricane Catastrophe Loss and DCCE net of subrogation. Adjustments have been made as needed to incorporate any significant changes in our contract and in the distribution of our book of business.

NOTE: Calendar year 2020 and 2021 CAT loss & DCCE reflects subrogation recoveries attributed to wildfire events that occurred in calendar years 2017 and 2018.

(5) The latest year is given a weight of 7.8%, with each prior year receiving 5% less weight back to 2006 in alignment with CCR 2644.5 which requires that at least 20 years of data be used. Due to the increasing pattern of CAT/AIY within the state a trend factor is supported but has previously been filed and rejected by the Department. Without the use of the trend factor, the reliance on more recent data is most appropriate to reflect the increasing catastrophic loss per exposure over time.

(6) Non-Catastrophe Loss and DCCE net of subrogation. Adjustments have been made as needed to incorporate any significant changes in our contract and in the distribution of our book of business.

**State Farm General Insurance Company
California Condominium Unitowners
Catastrophe Adjustment Excluding Fire Following Earthquake Provision**

(1) Calendar Year	(2) AIY	(3) CAT Loss & DCCE	(4) CAT/AIY (3) / (2)	(5) Weight	(6) NCAT Loss & DCCE
1990	4,399,627	447,040	0.102	0.0%	14,373,747
1991	4,875,958	1,799,217	0.369	0.0%	15,685,357
1992	5,345,066	979,723	0.183	0.0%	11,972,628
1993	5,734,597	658,929	0.115	0.0%	13,506,704
1994	6,077,316	196,076	0.032	0.0%	14,751,826
1995	6,180,373	2,132,535	0.345	0.0%	13,143,066
1996	6,122,745	96,594	0.016	0.0%	15,267,689
1997	6,148,419	374,052	0.061	0.0%	16,047,321
1998	6,230,552	654,496	0.105	0.0%	18,864,636
1999	6,507,198	86,376	0.013	0.0%	13,261,644
2000	6,781,113	200,418	0.030	0.0%	17,529,849
2001	7,138,689	407,578	0.057	0.0%	34,203,838
2002	7,347,131	514,821	0.070	0.0%	30,710,097
2003	6,956,450	2,153,021	0.309	0.0%	22,407,556
2004	6,892,685	231,319	0.034	0.0%	25,624,759
2005	7,119,935	1,848,037	0.260	0.0%	20,260,808
2006	7,479,610	445,318	0.060	2.9%	23,114,088
2007	7,817,628	1,354,397	0.173	3.1%	30,370,353
2008	8,207,784	1,921,335	0.234	3.3%	35,260,000
2009	8,563,714	405,297	0.047	3.4%	36,406,003
2010	8,600,794	3,223,106	0.375	3.6%	33,628,808
2011	8,441,299	848,417	0.101	3.8%	34,370,229
2012	8,480,422	605,830	0.071	4.0%	41,519,199
2013	8,586,370	150,555	0.018	4.2%	42,419,925
2014	8,712,311	1,868,560	0.214	4.4%	44,844,080
2015	8,731,922	-225,474	-0.026	4.7%	43,392,757
2016	8,706,901	752,421	0.086	4.9%	55,352,087
2017	8,783,796	26,960,838	3.069	5.2%	55,087,908
2018	8,978,275	-6,073,031	-0.676	5.4%	55,041,984
2019	9,150,055	-206,280	-0.023	5.7%	63,379,450
2020	9,331,917	-375,718	-0.040	6.0%	58,213,480
2021	9,645,655	-423,374	-0.044	6.3%	68,795,043
2022	10,340,456	2,910,035	0.281	6.7%	90,518,436
2023	11,136,993	17,122,775	1.537	7.0%	101,117,953
2024	10,953,795	2,459,039	0.224	7.4%	
2025*			14.703	7.8%	

Catastrophe Ratio (Column (4) weighted by Column (5)): 1.4548

* 2025 CAT/AIY value is based on preliminary analysis of the January 2025 wildfires; including, an estimated claim count total of 467, an estimated severity per claim of 313,513, a DCCE assumption of 5%, and an AIY value of 10,455,677. The frequency assumption is based on fire claim counts reported to date as of the time of this analysis and a by-line of business assumption based on policy distributions in the affected areas. The severity assumption is based on coverage amounts for policies in the affected areas and an estimated loss percent relative to coverage amount based on historical wildfire experience. Annual AIY is based on recent historical patterns of policy lapse and average AIY per exposure.

(3) Non-Hurricane Catastrophe Loss and DCCE net of subrogation. Adjustments have been made as needed to incorporate any significant changes in our contract and in the distribution of our book of business.
NOTE: Calendar year 2020 and 2021 CAT loss & DCCE reflects subrogation recoveries attributed to wildfire events that occurred in calendar years 2017 and 2018.

(5) The latest year is given a weight of 7.8%, with each prior year receiving 5% less weight back to 2006 in alignment with CCR 2644.5 which requires that at least 20 years of data be used. Due to the increasing pattern of CAT/AIY within the state a trend factor is supported but has previously been filed and rejected by the Department. Without the use of the trend factor, the reliance on more recent data is most appropriate to reflect the increasing catastrophic loss per exposure over time.

(6) Non-Catastrophe Loss and DCCE net of subrogation. Adjustments have been made as needed to incorporate any significant changes in our contract and in the distribution of our book of business.

**State Farm General Insurance Company
California Renters and Condominium Unitowners
Catastrophe Adjustment**

	Fiscal Calendar/Accident Year Ending 20234	
	Renters	Condominium Unitowners
(1) NC Loss + DCCE developed and trended	59,024,909	106,777,684
(2) CAT Provision per AIY excluding FFEQ	0.3685	1.4548
(3) FFEQ Provision per AIY	0.0224	0.0544
(4) CAT Provision per AIY including FFEQ	0.3909	1.5092
(5) Projected AIY	20,963,452	12,009,345
(6) CAT Provision Dollars	8,195,240	18,125,080
(7) CAT Provision to NC Loss + DCCE	0.139	0.170
(8) Catastrophe Adjustment Factor incl FFEQ	1.139	1.170

- (1) (Historic Losses x To-Ult Factor (Exhibit 7) x Loss & DCCE Trend Factor (Exhibit 8))
+ (Historic DCCE x To-Ult Factor (Exhibit 7) x Loss & DCCE Trend Factor (Exhibit 8))
(2) Exhibit 9 - Page 1
(3) Exhibit 9 - Page 5
(4) = (2) + (3)
(5) See calculation below
(6) = (4) x (5)
(7) = (6) / (1)
(8) = (7) + 1

	Fiscal Calendar/Accident Year Ending 20234	
	Renters	Condominium Unitowners
AIY	20,264,797	11,136,993
Projected Annual AIY Trend	1.2%	2.7%
Trend Date	7/1/2023	7/1/2023
Projection Date	5/1/2026	5/1/2026
Years Trended	2.836	2.836
Factor	1.034	1.078
Projected AIY	20,963,452	12,009,345