SFG-NW-26

State of California	**Company:** **State Farm General Insurance Company**
Department of Insurance (CDI)	**Line:** **Homeowners Multiple Peril**

PRIOR APPROVAL RATE TEMPLATE FOR PROPERTY & LIABILITY LINES
GENERAL INFORMATION

Completed by: **Nicole Pettis** Completed Date: **2/5/2025**

CDI File # *(Department Use Only)* : Initial SERFF Filing Date: **6/27/2024**

Company Name: **State Farm General Insurance Company**

Marketing System Distribution:

	%Captive	*%Direct*	*%Independent*
	100.0%		

Line Type: Personal ▾

General Line : Homeowners Multiple Peril ▾

Proposed Effective Date (new rates): **5/1/2025**

New Program: ☐   **LCM Calculation(s) Included:** ☐   *(LCM Calculation(s) is(are) hidden unless this box is checked.)*

Most Recent Year of Experience Data Ending: **20234**
(Enter in YYYYQ format.)

Enter name of each coverage/form/program for which a rate change is being requested in the cells below. Otherwise, leave blank.

Detailed Line Description(s)	**Coverage/Form/Program**	**Proposed % Impact**	**Prior Effective Date (current rates)**
Homeowners Multiple Peril ▾	**Non-Tenant Homeowners**	**30.0%**	**9/1/2024**
▾			
▾			
▾			
▾			
▾			
▾			
▾			
▾			
▾			

Variance Request:

Does the Ratemaking Data include a Request(s) for Variance?   N ▾   Variance #: [   ]

  If yes, is Variance #3 requested for any coverage?   N ▾

State of California		Company:		**State Farm General Insurance Company**
Department of Insurance (CDI)		Line:		**Homeowners Multiple Peril**
		CDI File # (Department Use Only):		

RATEMAKING DATA

Completed by:	Nicole Pettis	Variance #(s):	
Date Completed:	2/5/2025		
Detailed Line Description:	Homeowners Multiple Peril		
Coverage:	Non-Tenant Homeowners		

Line	Description	Source	2nd Prior Year Ending	1st Prior Year Ending	Most Recent Year Ending	Projected[1]	New Program[2]
(0)	**Year**		**20214**	**20224**	**20234**		
(1)	California Direct Written Premium				2,227,883,896		
(2)	California Direct Earned Premium				2,154,664,657		
(3)	Premium Adjustment Factor	Exh 4			1.275		
(4)	Premium Trend Factor[1]	Exh 5			1.258	8.4%	
(5)	Miscellaneous Fees and Flat Charges	Exh 6			0		
(6)	Earned Exposure Units				1,241,211		
(7)	Historic Losses				462,360,937		
(8)	Historic Defense and Cost Containment Expense (DCCE)				7,077,408		
(9)	Loss Development Factor	Exh 7			1.793		
(10)	DCCE Development Factor	Exh 7			6.943		
(11)	Loss Trend Factor[1]	Exh 8			1.570	17.2%	
(12)	DCCE Trend Factor[1]	Exh 8			1.570	17.2%	
(13)	Catastrophe Adjustment Factor	Exh 9			1.897		
(14)	Experience Credibility	Exh 10				100.0%	
(15)	Ancillary Income	Exh 11			0		

Lines 16-18 link directly to pages 3 and 4 of the rate template.

Line	Description	Source				Projected	New Program
(16)	Excluded Expense Ratio	Pg 4.2				1.2%	
(17)	Projected Federal Income Tax Rate on Investment Income	Pg 3.2				16.0%	
(18)	Projected Yield	Pg 3.2				4.3%	

[1] The Projected column should reflect the annual trend expressed as a percentage for premium, loss and DCCE trends, and credibility.

[2] Refer to Section III.C. of the Prior Approval Rate Filing Instructions for New Program requirements.

State of California	**Company:** **State Farm General Insurance Company**
Department of Insurance (CDI)	**Line:** **Homeowners Multiple Peril**
	CDI File # (Department Use Only):

VARIANCE - NONE

RATE CHANGE CALCULATION

Completed by:	Nicole Pettis
Date Completed:	2/5/2025
Prior Effective Date:	9/1/2024
Proposed Effective Date:	5/1/2025
Detailed Line Description:	Homeowners Multiple Peril
Coverage:	Non-Tenant Homeowners

Data Provided by Filer	20214	20224	20234	Projected
Prem_Written			2,227,883,896	2,227,883,896
Prem_Earned			2,154,664,657	2,154,664,657
Prem_Adj			1.275	
Prem_Trend			1.258	8.4%
Misc_Fees			0	0
Exposures_Earned			1,241,211	1,241,211
Losses			462,360,937	462,360,937
DCCE			7,077,408	7,077,408
Loss_Devt			1.793	
DCCE_Devt			6.943	
Loss_Trend			1.570	17.2%
DCCE_Trend			1.570	17.2%
CAT_Adj			1.897	
Anc_Income			0	0
Credibility				100.0%
ExpRatio_Excluded				1.2%
FIT_Inv				16.0%
Yield				4.3%

CDI Parameters				
FIT_UW				21.0%
EffStd_Final		Data as of:	2022	33.2%
LevFact_Final		Data as of:	2022	0.95
PremTaxRate				2.4%
SurplusRatio				1.05
ResRatio_UPR		Data as of:	2022	0.52
ResRatio_Loss		Data as of:	2022	0.87
ROR_RiskFree		Data as of:	April 2024	4.8%
ROR_Min				-6.0%
ROR_Max				10.8%

Calculations	20214	20224	20234	
Prem_Adjusted			3,455,988,615	3,455,988,615
Losses_Adjusted			2,469,457,348	2,469,457,348
DCCE_Adjusted			146,371,037	146,371,037
LossDCCERatio_Adjusted			75.7%	75.7%
TCRLP_perExp			2,784.37	2,784.37
LossDCCE_perExp			2,107.48	2,107.48
CompLossDCCE_perExp			1,822.65	1,822.65
CredLoss_perExp			2,107.48	2,107.48
Anc_Inc_perExp			0.00	0.00
InvInc_Fixed				4.0%
InvInc_Variable				7.2%
Net_AnnualTrend				8.1%
Comp_Trend				5.3%
Max_Profit				14.4%
Min_Profit				-8.0%
UW_Profit				4.7%
Min_Denom				0.82
Max_Denom				0.60
Min_Premium				$2,464.50
Max_Premium				$3,390.83
CHANGE_AT_MIN				**-11.5%**
CHANGE_AT_MAX				**21.8%**

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