

NORTH CAROLINA DEPARTMENT OF INSURANCE  
RALEIGH, NORTH CAROLINA



IN THE MATTER OF THE FILING )  
DATED JULY 13, 2023 BY THE )  
NORTH CAROLINA RATE BUREAU ) DOCKET NO. 2135  
FOR REVISION OF DWELLING INSURANCE )  
RATES )

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SETTLEMENT AGREEMENT  
AND CONSENT ORDER

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On July 13, 2023, the North Carolina Rate Bureau (“Rate Bureau”) filed with the North Carolina Commissioner of Insurance (“Commissioner”) a proposal for revised dwelling insurance rates (the “2023 Dwelling Filing”). This 2023 Dwelling Filing was assigned Docket No. 2135 by the North Carolina Department of Insurance (“Department”) and proposed a statewide overall increase in dwelling insurance rates of 50.6% with changes varying by coverage and territory.

The Rate Bureau and the Department have agreed to settle the 2023 Dwelling Filing. The proposed settlement would provide for an overall statewide rate increase of 8.0%, with changes varying by coverage and territory as set forth on Exhibit A, to be implemented as provided in the Rule of Application set out below.

It appearing to the Commissioner that the Rate Bureau and the Department have, after consultation with their respective legal, actuarial, and economic advisors and subject to

approval by the Commissioner and to the conditions hereinafter set forth, entered into a settlement of all matters and things in dispute in connection with the 2023 Dwelling Filing; and it further appearing to the Commissioner that a settlement under the circumstances set forth herein results in rates that are not excessive, inadequate, unreasonable, or unfairly discriminatory, that such settlement is in the public interest, that such settlement is fair and reasonable and should be approved, and that, to the extent that the current rates and/or the filed rates differ from the rates approved by this order, the current rates and/or the filed rates are either excessive, inadequate, unreasonable, or unfairly discriminatory;

NOW, THEREFORE, IT IS ORDERED AND AGREED as follows:

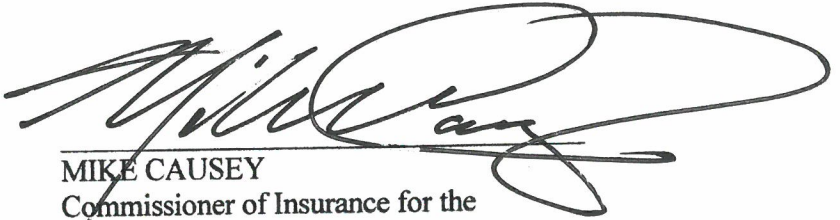
1. The 2023 Dwelling Filing is approved subject to the modifications set forth in paragraph 2, below.
2. The approved overall statewide rate level increase, considering all coverages and territories, is 8.0%. The approved territory rate level changes by coverage are set forth on the attached Exhibit A. The resulting approved territory base class premiums by coverage are set forth on the attached Exhibit B. The approved windstorm or hail exclusion credits by coverage are set forth on the attached Exhibit C. The approved wind mitigation credits by coverage are set forth on the attached Exhibits D and E. Exhibits A through E are incorporated herein by reference.
3. The revised rates and other approved changes are to become effective in accordance with the following Rule of Application:

These changes are applicable to all new and renewal policies becoming effective on or after November 1, 2024.

4. The parties acknowledge that, by entering into this Consent Order, neither is condoning, validating, accepting, or agreeing to the other's theories, methodologies, or calculations regarding or pertaining to profit, dividends, deviations, computer models, catastrophe loadings, and/or any other theory, methodology, or calculation not specifically enumerated herein. The parties further acknowledge that, by entering into this Consent Order, neither is bound or limited in filing, reviewing, or contesting any future rate filings in any line of insurance subject to the Rate

Bureau's jurisdiction by the theories, methodologies, or calculations contained in the 2023 Dwelling Filing.

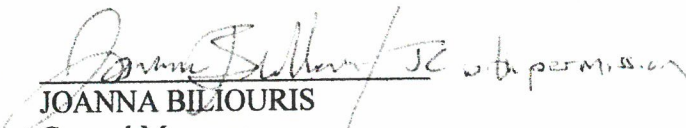
This 30<sup>th</sup> day of May, 2024.



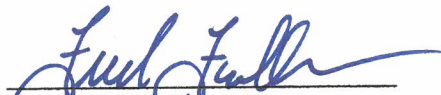
MIKE CAUSEY  
Commissioner of Insurance for the  
State of North Carolina

WE CONSENT TO THE SIGNING AND ENTRY OF THIS ORDER:

NORTH CAROLINA RATE BUREAU

BY:  with permission  
JOANNA BILIOURIS  
General Manager

NORTH CAROLINA DEPARTMENT OF INSURANCE

BY:   
FRED FULLER  
Deputy Commissioner, Property and Casualty

#6446296

## NORTH CAROLINA

## DWELLING PROPERTY INSURANCE

STATEWIDE AND TERRITORY RATE LEVEL CHANGES

<u>Territory</u>	<u>Fire</u>		<u>Extended Coverage</u>	
	<u>Buildings</u>	<u>Contents</u>	<u>Buildings</u>	<u>Contents</u>
110	0.0%	0.0%	+14.9%	0.0%
120	0.0%	0.0%	+14.9%	+5.0%
130	0.0%	0.0%	+5.8%	0.0%
140	0.0%	0.0%	+14.9%	+15.0%
150	0.0%	0.0%	+2.5%	0.0%
160	0.0%	0.0%	+3.7%	0.0%
170	0.0%	0.0%	+10.5%	+5.0%
180	0.0%	0.0%	+11.9%	0.0%
190	0.0%	0.0%	+14.9%	+15.0%
200	0.0%	0.0%	+14.7%	+10.0%
210	0.0%	0.0%	+14.1%	+5.0%
220	0.0%	0.0%	+9.5%	0.0%
230	0.0%	0.0%	+15.0%	+10.0%
240	0.0%	0.0%	+14.1%	+10.0%
250	0.0%	0.0%	+4.5%	0.0%
260	0.0%	0.0%	+4.9%	0.0%
270	0.0%	0.0%	+4.3%	+5.0%
280	0.0%	0.0%	+6.5%	+5.0%
290	0.0%	0.0%	+3.5%	0.0%
300	0.0%	0.0%	+9.4%	+5.0%
310	0.0%	0.0%	+7.9%	+5.0%
320	0.0%	0.0%	+7.1%	+5.0%
330	0.0%	0.0%	+11.1%	+5.0%
340	0.0%	0.0%	+5.6%	0.0%
350	0.0%	0.0%	+5.4%	0.0%
360	0.0%	0.0%	+5.6%	+5.0%
370	0.0%	0.0%	+10.8%	+5.0%
380	0.0%	0.0%	+12.1%	+5.0%
390	0.0%	0.0%	+12.1%	+5.0%
Statewide	0.0%	0.0%	+10.2%	+5.5%
Statewide for both Classes	0.0%		+10.1%	
Combined Statewide Change for all Forms and Classes			+8.0%	

**NORTH CAROLINA**  
**DWELLING PROPERTY INSURANCE**  
**APPROVED BASE CLASS PREMIUMS**

<u>Territory</u>	<u>Fire</u>		<u>Extended Coverage</u>	
	<u>Buildings</u>	<u>Contents</u>	<u>Buildings</u>	<u>Contents</u>
110	\$17	\$4	\$247	\$29
120	\$17	\$4	\$277	\$37
130	\$32	\$9	\$183	\$26
140	\$29	\$9	\$216	\$30
150	\$31	\$9	\$161	\$12
160	\$34	\$11	\$169	\$15
170	\$45	\$13	\$84	\$6
180	\$45	\$14	\$94	\$7
190	\$49	\$14	\$100	\$12
200	\$64	\$16	\$125	\$14
210	\$45	\$13	\$81	\$4
220	\$42	\$12	\$69	\$3
230	\$68	\$17	\$115	\$12
240	\$45	\$13	\$73	\$3
250	\$39	\$12	\$69	\$3
260	\$48	\$13	\$64	\$2
270	\$30	\$10	\$49	\$2
280	\$28	\$9	\$49	\$2
290	\$36	\$11	\$59	\$2
300	\$49	\$15	\$58	\$4
310	\$35	\$11	\$41	\$1
320	\$36	\$11	\$45	\$1
330	\$38	\$12	\$50	\$1
340	\$32	\$9	\$38	\$1
350	\$37	\$11	\$39	\$1
360	\$30	\$9	\$38	\$2
370	\$33	\$10	\$41	\$2
380	\$30	\$9	\$37	\$1
390	\$31	\$10	\$37	\$1

For Fire, the Base Class is Protection Class 5 with Frame Construction; \$15,000 Coverage A, \$6,000 Coverage C.  
For Extended Coverage, the Base Class is Form DP-001; \$15,000 Coverage A, \$6,000 Coverage C.

**NORTH CAROLINA**  
**DWELLING PROPERTY INSURANCE**  
**WINDSTORM OR HAIL EXCLUSION CREDITS**

<u>Territory</u>	<u>Construction</u>	<u>Buildings</u>	<u>Contents</u>
110	Masonry	190	19
	Frame	200	20
	Mobile Home	250	25
120	Masonry	223	28
	Frame	235	29
	Mobile Home	294	36
130	Masonry	127	21
	Frame	134	22
	Mobile Home	168	28
140	Masonry	160	22
	Frame	168	23
	Mobile Home	210	29
150	Masonry	116	9
	Frame	122	9
	Mobile Home	153	11
160	Masonry	120	11
	Frame	126	12
	Mobile Home	158	15

## NORTH CAROLINA

## DWELLING PROPERTY INSURANCE

WINDSTORM MITIGATION CREDITS  
BUILDINGSFrame Construction

<u>Mitigation Feature</u>	<u>Territory</u>					
	<u>110</u>	<u>120</u>	<u>130</u>	<u>140</u>	<u>150</u>	<u>160</u>
Total Hip Roof	11	12	8	8	6	4
Opening Protection	11	12	8	8	6	4
Total Hip Roof and Opening Protection	23	24	13	14	12	12
IBHS Designation prior to March 31, 2019:						
Hurricane Fortified for Safer Living®	36	43	14	29	16	21
Hurricane Fortified for Existing Homes® Bronze Option 1	8	9	3	4	4	3
Hurricane Fortified for Existing Homes® Bronze Option 2	13	14	8	11	6	7
Hurricane Fortified for Existing Homes® Silver Option 1	23	27	10	18	7	13
Hurricane Fortified for Existing Homes® Silver Option 2	27	31	11	22	10	15
Hurricane Fortified for Existing Homes® Gold Option 1	27	31	13	22	12	15
Hurricane Fortified for Existing Homes® Gold Option 2	30	37	14	28	13	20
IBHS Designation on or after March 31, 2019:						
FORTIFIED for Safer Living®	36	43	14	29	16	21
FORTIFIED Roof – Hurricane – Existing Roof	8	9	3	4	4	3
FORTIFIED Roof – Hurricane – New Roof	13	14	8	11	6	7
FORTIFIED Home – Hurricane – Silver – Existing Roof	23	27	10	18	7	13
FORTIFIED Home – Hurricane – Silver – New Roof	27	31	11	22	10	15
FORTIFIED Home – Hurricane – Gold – Existing Roof	27	31	13	22	12	15
FORTIFIED Home – Hurricane – Gold – New Roof	30	37	14	28	13	20

Masonry Construction

<u>Mitigation Feature</u>	<u>Territory</u>					
	<u>110</u>	<u>120</u>	<u>130</u>	<u>140</u>	<u>150</u>	<u>160</u>
Total Hip Roof	10	11	8	8	6	4
Opening Protection	10	11	8	8	6	4
Total Hip Roof and Opening Protection	22	23	12	13	11	11
IBHS Designation prior to March 31, 2019:						
Hurricane Fortified for Safer Living®	34	41	13	28	15	20
Hurricane Fortified for Existing Homes® Bronze Option 1	8	9	3	4	4	3
Hurricane Fortified for Existing Homes® Bronze Option 2	12	13	8	10	6	7
Hurricane Fortified for Existing Homes® Silver Option 1	22	26	10	17	7	12
Hurricane Fortified for Existing Homes® Silver Option 2	26	29	10	21	10	14
Hurricane Fortified for Existing Homes® Gold Option 1	26	29	12	21	11	14
Hurricane Fortified for Existing Homes® Gold Option 2	29	35	13	27	12	19
IBHS Designation on or after March 31, 2019:						
FORTIFIED for Safer Living®	34	41	13	28	15	20
FORTIFIED Roof – Hurricane – Existing Roof	8	9	3	4	4	3
FORTIFIED Roof – Hurricane – New Roof	12	13	8	10	6	7
FORTIFIED Home – Hurricane – Silver – Existing Roof	22	26	10	17	7	12
FORTIFIED Home – Hurricane – Silver – New Roof	26	29	10	21	10	14
FORTIFIED Home – Hurricane – Gold – Existing Roof	26	29	12	21	11	14
FORTIFIED Home – Hurricane – Gold – New Roof	29	35	13	27	12	19

## NORTH CAROLINA

## DWELLING PROPERTY INSURANCE

WINDSTORM MITIGATION CREDITSCONTENTSFrame Construction

<u>Mitigation Feature</u>	<u>Territory</u>					
	<u>110</u>	<u>120</u>	<u>130</u>	<u>140</u>	<u>150</u>	<u>160</u>
Total Hip Roof	1	2	2	1	1	1
Opening Protection	1	2	2	1	1	1
Total Hip Roof and Opening Protection	1	3	2	1	1	1
IBHS Designation prior to March 31, 2019:						
Hurricane Fortified for Safer Living®	4	6	3	5	2	3
Hurricane Fortified for Existing Homes® Bronze Option 1	1	2	2	1	1	1
Hurricane Fortified for Existing Homes® Bronze Option 2	1	3	2	1	1	1
Hurricane Fortified for Existing Homes® Silver Option 1	2	3	2	4	1	2
Hurricane Fortified for Existing Homes® Silver Option 2	2	5	2	4	1	2
Hurricane Fortified for Existing Homes® Gold Option 1	3	5	2	4	1	2
Hurricane Fortified for Existing Homes® Gold Option 2	3	5	3	4	2	2
IBHS Designation on or after March 31, 2019:						
FORTIFIED for Safer Living®	4	6	3	5	2	3
FORTIFIED Roof – Hurricane – Existing Roof	1	2	2	1	1	1
FORTIFIED Roof – Hurricane – New Roof	1	3	2	1	1	1
FORTIFIED Home – Hurricane – Silver – Existing Roof	2	3	2	4	1	2
FORTIFIED Home – Hurricane – Silver – New Roof	2	5	2	4	1	2
FORTIFIED Home – Hurricane – Gold – Existing Roof	3	5	2	4	1	2
FORTIFIED Home – Hurricane – Gold – New Roof	3	5	3	4	2	2

Masonry Construction

<u>Mitigation Feature</u>	<u>Territory</u>					
	<u>110</u>	<u>120</u>	<u>130</u>	<u>140</u>	<u>150</u>	<u>160</u>
Total Hip Roof	1	2	2	1	1	1
Opening Protection	1	2	2	1	1	1
Total Hip Roof and Opening Protection	1	3	2	1	1	1
IBHS Designation prior to March 31, 2019:						
Hurricane Fortified for Safer Living®	4	6	3	5	2	3
Hurricane Fortified for Existing Homes® Bronze Option 1	1	2	2	1	1	1
Hurricane Fortified for Existing Homes® Bronze Option 2	1	3	2	1	1	1
Hurricane Fortified for Existing Homes® Silver Option 1	2	3	2	4	1	2
Hurricane Fortified for Existing Homes® Silver Option 2	2	5	2	4	1	2
Hurricane Fortified for Existing Homes® Gold Option 1	3	5	2	4	1	2
Hurricane Fortified for Existing Homes® Gold Option 2	3	5	3	4	2	2
IBHS Designation on or after March 31, 2019:						
FORTIFIED for Safer Living®	4	6	3	5	2	3
FORTIFIED Roof – Hurricane – Existing Roof	1	2	2	1	1	1
FORTIFIED Roof – Hurricane – New Roof	1	3	2	1	1	1
FORTIFIED Home – Hurricane – Silver – Existing Roof	2	3	2	4	1	2
FORTIFIED Home – Hurricane – Silver – New Roof	2	5	2	4	1	2
FORTIFIED Home – Hurricane – Gold – Existing Roof	3	5	2	4	1	2
FORTIFIED Home – Hurricane – Gold – New Roof	3	5	3	4	2	2