1 2	JENNIFER McCUNE (SBN 160089) MELISSA WURSTER (SBN 198899) CALIFORNIA DEPARTMENT OF INSURANCE 1901 Harrison Street, 6 th Floor				
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5	Attorneys for the California Department of Insurance BEFORE THE INSURANCE COMMISSIONER				
6					
7	OF THE STATE OF CALIFORNIA				
8					
9	In the Matter of the Rate Application of File No.: PA-2023-00014				
	Allstate Northbrook Indemnity Company, SETTLEMENT STIPULATION				
10	Applicant.				
11	A11				
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13					
14	"Parties") stipulate as follows:				
15	<u>RECITALS</u>				
16	A. The Applicant is licensed by the Department to conduct insurance business in				
17	California.				
18	B. On May 25, 2023, Applicant filed for a rate increase to its auto line of insurance				
19	(File No. 23-1442 ["Application"]) seeking a 35% rate increase to its Private Passenger Auto line				
20	of business.				
21	C. On July 7, 2023, pursuant to California Insurance Code ("CIC") section				
22	1861.05(c), the Department notified the public of the Application.				
23	D. On August 21, 2023, Petitioner submitted a timely Petition for Hearing, Petition to				
24	Intervene, and Notice of Intent to Seek Compensation regarding the Application.				
25	E. On August 28, 2023, Applicant filed an answer to the Petition.				
26	F. On September 5, 2023, the Commissioner granted Petitioner's Petition to				
27	Intervene.				
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-1-

- G. The Parties have engaged in discussions regarding the Application and additional information and analysis that the Parties provided.
- H. 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 30.0% is supportable and results in rates that are not excessive, nor inadequate, and will be implemented for policies effective February 7, 2024, in accordance with this Stipulation, the updated Application, and the Commissioner's approval in SERFF. The parties further agree to the coverage distributions on Page 4 of Applicant's Rate Application with an effective date of February 7, 2024.
- 3. In the event that Applicant submits a new rate increase application for its Private Passenger Auto line, it agrees that the effective date for such application will be no earlier than August 7, 2024.
- 4. Applicant will resume quoting and binding policies on its website as of February 7, 2024.
- 5. Applicant will update the payment plan contained in the filing to align new business with the same 5-pay plan option as renewal and these changes will take effect on February 7, 2024.
- 6. 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.

1	7.	7. Petitioner will withdraw its Petition for Hearing within 10 days after notice of the			
2	Commissioner's approval in SERFF.				
3	8. This Stipulation is made solely to reach a compromise among the Parties. The				
4	Commissioner's approval of the Application shall not constitute approval of or precedent				
5	regarding any principle or any issue in any other proceeding.				
6	9.	9. This Stipulation does not constitute an endorsement or approval of any specific			
7	eligibility or nonrenewal criteria or rating methodology.				
8	10.	The Commissioner retains jurisdiction to ensure that the Parties comply with this			
9	Stipulation.				
10	11.	Nothing contained in this Settlement Stipulation constitutes a limitation upon, or a			
11	waiver of, the rights and powers of the Commissioner to enforce any California law, to examine				
12	the rating practices of the Applicant or to take such other action as necessary to protect the public.				
13	12.	This Stipulation may be executed in counterparts.			
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15	Dated: 12/8/	2023 ALLSTATE NORTHBROOK INDEMNITY COMPANY			
16					
17		Merces L. Zumones			
18					
19	Dated: 12/8/	2023 CONSUMER WATCHDOG			
20	Dated: 12/8/2023 CONSUMER WATCHDOG				
21		By Balant			
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23	Dated: 12/8/	2023 CALIFORNIA DEPARTMENT OF INSURANCE			
24	Batea: 12/6/				
25		By <u>Jennifer McCune</u>			
26		Jennifer McCune			
27		Attorney for the California Department of Insurance			
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1 PROOF OF SERVICE In the Matter of the Rate Application of 2 Allstate Northbrook Indemnity Company, Applicant. CDI File No. PA-2023-00014 3 (RRB FILE No. 23-1442) 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 December 8, 2023, I served the following document(s): 6 SETTLEMENT STIPULATION 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 each person indicated, in this office's facility for collection of outgoing items to be sent by mail, 9 pursuant to Code of Civil Procedure Section 1013. I am familiar with this office's practice of collecting and processing documents placed for mailing by U.S. Mail. Under that practice, 10 outgoing items are deposited, in the ordinary course of business, with the U.S. Postal Service on that same day, with postage fully prepaid, in the city and county of San Francisco, California. 11 If **OVERNIGHT SERVICE** is indicated, by placing on this date, true copies in sealed 12 envelopes, addressed to each person indicated, in this office's facility for collection of outgoing items for overnight delivery, pursuant to Code of Civil Procedure Section 1013. I am familiar 13 with this office's practice of collecting and processing documents placed for overnight delivery. Under that practice, outgoing items are deposited, in the ordinary course of business, with an 14 authorized courier or a facility regularly maintained by one of the following overnight services in the city and county of San Francisco, California: Express Mail, UPS, Federal Express, or Golden 15 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 person(s) so marked. 17 If **PERSONAL SERVICE** is indicated, by hand delivery this date. 18 If INTRA-AGENCY MAIL is indicated, by placing this date in a place designated for collection 19 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 of the State of California that the above is true and correct. 22 23 24 25 26 27

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1 2 3	In the Matter of the Rate Application of Allstate Northbrook Indemnity Company, Applicant. CDI File No. PA-2023-00014 (RRB FILE No. 23-1442)		
4	Name/Address	Phone/Fax Numbers	Method of Service
5 6	Kara Baysinger, Esq.	Tel: (415) 858-7400	Via EMAIL
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24	NON DADTIES		
25	NON PARTIES	T. 1. (010) 016 (T00	
26	Kenneth Allen Deputy Commissioner	Tel: (213) 346-6783 Fax: (213) 897-9051	Via EMAIL
27	Rate Regulation Branch CALIFORNIA DEPARTMENT OF		
28	INSURANCE 300 South Spring Street, 14 th Floor		
	Los Angeles, CA 90013 ken.allen@insurance.ca.gov		
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1	Name/Address	Phone/Fax Numbers	Method of Service
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