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7
8 **BEFORE THE INSURANCE COMMISSIONER**
9 **OF THE STATE OF CALIFORNIA**

10 In the Matter of the Rate Application of
11
12 UNITED SERVICES AUTOMOBILE
ASSOCIATION, USAA CASUALTY
13 INSURANCE COMPANY, USAA
GENERAL INDEMNITY COMPANY,
14 AND GARRISON PROPERTY AND
CASUALTY INSURANCE
15 COMPANY,
16 Applicants.

File No.: PA-2025-00009
SETTLEMENT STIPULATION

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18 United Services Automobile Association, USAA Casualty Insurance Company, USAA General
19 Indemnity Company and Garrison Property and Casualty Insurance Company (“Applicants”),
20 Consumer Federation of California Education Foundation (“Petitioner”), and the California
21 Department of Insurance (“Department”) (collectively, the “Parties”) stipulate as follows:

22 **RECITALS**

23 A. The Applicants are licensed by the Department to conduct insurance business in
24 California. The Application is subject to Insurance Code (“CIC”) section 1861.01 *et seq.*
25 B. On or about August 6, 2025, Applicants filed a rate/rule application (filings 25-
26 1745, 25-1745A, 25-1745B) seeking an overall rate increase of +90.3% for their personal
27 umbrella lines of insurance.
28

1 C. On or about September 5, 2025, pursuant to CIC section 1861.05(c), the
2 Department notified the public of the Application.¹

3 D. On or about October 16, 2025 Petitioner submitted a timely Petition for Hearing,
4 Petition to Intervene, and Notice of Intent to Seek Compensation regarding the Application.

5 E. On or about October 31, 2025, the Commissioner granted the Petition to Intervene,
6 but did not rule on the Petition for Hearing or Notice of Intent to Seek Compensation, except that
7 he found the amount of compensation sought was not grounds for denying intervention.

8 F. On or about November 3, 2025, Applicants filed an Answer to the Petition.

9 G. The Parties have engaged in discussions regarding the Application and additional
10 information and analysis that the Parties provided.

11 H. As a result of the Parties' discussions and negotiations, Applicants updated the
12 Application per the Parties' agreement.

13 **STIPULATION**

14 1. This Stipulation, together with the updated Application and the Commissioner's
15 approval in SERFF, represents the complete and final settlement resolving all issues between the
16 Parties regarding the Application.

17 2. Based upon the Application and additional information that the Parties provided;
18 the Parties agree a +28.3 increase is approvable under California law.

19 3. Approval of the Application described in this Stipulation will only be effective
20 when approved by the Commissioner in SERFF.

21 4. This Stipulation does not constitute an endorsement or approval of models
22 generally, or any specific model, eligibility or nonrenewal criteria, or rating methodology.

23 5. Consistent with 10 CCR sections 2656.1(b) and 2662.3(c), no agreement regarding
24 Petitioner's compensation has been made. However, the Parties agree that the Commissioner's
25 approval of the Application, consistent with this Stipulation, will be a decision or order within the
26 meaning of CIC section 1861.10(b). Petitioner agrees to submit any request for compensation to
27 the Public Advisor within 30 days after notice of the Commissioner's approval in SERFF.

28 ¹ Applicant modified its rate request to +83.3%.

1 6. Petitioner agrees to withdraw its Petition for Hearing effective as of the date of
2 execution of this Stipulation, provided the Application is approved by the Commissioner in
3 SERFF in accordance with the overall rate indication set forth in paragraph 2 within 10 days.

4 7. This Stipulation is made solely to reach a compromise among the Parties. The
5 Commissioner's approval of the Application shall not constitute approval of or precedent
6 regarding any principle or issue in any other proceeding.

7 8. The Commissioner retains jurisdiction to ensure that the Parties comply with this
8 Stipulation.

9 9. Nothing in this Settlement Stipulation constitutes a limitation upon or a waiver of
10 the Commissioner's rights and powers to enforce any California law, examine the Applicant's
11 rating practices, or take such other action as necessary to protect the public.

12 10. This Stipulation may be executed in counterparts.

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14 Dated: July 13, 2026

UNITED SERVICES AUTOMOBILE ASSOCIATION,
USAA CASUALTY INSURANCE COMPANY, USAA
GENERAL INDEMNITY COMPANY, AND
GARRISON PROPERTY AND CASUALTY
INSURANCE COMPANY

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18 

19 By _____
Vanessa O. Wells
20 Hogan Lovells US LLP

21 Dated: June __25__ 2026

CONSUMER FEDERATION OF CALIFORNIA
EDUCATION FOUNDATION

23 

24 By _____
Richard Holober

25
26 Dated: July 13, 2026

CALIFORNIA DEPARTMENT OF INSURANCE

27 By  _____
Daniel R. Wade
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