



April 15, 2025

CIRCULAR LETTER TO ALL MEMBER COMPANIES

Re: Revised Private Passenger Automobile and Motorcycle
Insurance Rates – Other Than Clean Risks

Summary:

- **Revised rates were filed with the Commissioner of Insurance for bodily injury and property damage liability for non-fleet private passenger automobiles and motorcycles ceded to the North Carolina Reinsurance Facility.**
- **Revised rates were filed with the Commissioner of Insurance for medical payments insurance for non-fleet private passenger automobiles ceded to the North Carolina Reinsurance Facility.**
- **The filed rates apply only to ceded risks other than “clean risks” as defined in G.S. 58-37-35(l).**
- **These revisions become effective October 1, 2025.**
- **Please forward this notice to all interested parties within your organization.**

On behalf of its member companies, the North Carolina Reinsurance Facility filed with the Commissioner of Insurance on March 31, 2025, revised rates for bodily injury and property damage liability insurance for non-fleet private passenger automobiles and motorcycles ceded to the Reinsurance Facility and revised rates for medical payments insurance for non-fleet private passenger automobiles ceded to the Reinsurance Facility. The filed rates apply only to ceded risks other than “clean risks” as defined in G.S. 58-37-35(l).

The Facility’s filing includes average rate level changes for non-fleet private passenger automobiles of -10.0% for bodily injury, -10.1% for property damage, and 0.1% for medical payments coverages, resulting in an overall -10.0% change from rates currently in effect. For motorcycles, the Facility’s filing includes an average rate level change of -32.0% from rates currently in effect.

Please find attached the revised base rates resulting from the Facility’s filing. Note that the rates for combined uninsured/underinsured motorists coverages are unaffected.

These revisions will become effective October 1, 2025, in accordance with the following Rule of Application:

These changes are applicable to all policies becoming effective on or after October 1, 2025. No policy effective prior to October 1, 2025, shall be endorsed or cancelled and rewritten to take advantage of or to avoid the application of these changes except at the request of the insured and at the customary short rate charges as of the date of such request, but in no event prior to October 1, 2025.

With respect to the rate differential for ceded business, your attention is directed to G.S. 58-37-25(b) which provides in part as follows:

Each insurer will provide the same type of service to ceded business that it provides for its voluntary market. Records provided to agents and brokers will include an indication that the business is ceded. When an insurer cedes a policy or renewal thereof to the Facility and the Facility premium for such policy is higher than the premium that the insurer would normally charge for such policy if retained by the insurer, the policyholder will be informed that (i) his policy is ceded, (ii) the coverages are written at the Facility rate, which rate differential must be specified, (iii) the reason or reasons for the cession to the Facility, (iv) the specific reason or reasons for the cession to the Facility will be provided upon the written request of the policyholder to the insurer, and (v) the policyholder may seek insurance through other insurers who may elect not to cede his policy.

Please see to it that this circular is brought to the attention of all interested personnel in your company. Any questions regarding this circular letter should be directed to Andy Montano at (919) 582-1021 or via email to afm@ncrb.org.

Sincerely,

Andy Montano

Automobile Manager

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Attachment

RF-25-10

NORTH CAROLINA
PRIVATE PASSENGER AUTOMOBILE INSURANCE

REVISED BASE RATES - OTHER-THAN-CLEAN RISKS CEDED LIABILITY

Effective October 1, 2025

Territory	BODILY INJURY	PROPERTY DAMAGE	MEDICAL PAYMENTS
	LIMIT	LIMIT	LIMIT
	50/100	\$50,000	\$500
110	\$326	\$474	\$14
120	391	468	19
130	437	497	21
140	617	561	29
150	520	613	23
170	325	494	18
180	399	575	23
190	353	588	17
200	462	597	25
210	337	424	18
220	502	487	24
230	621	528	28
240	529	518	23
250	556	678	31
260	437	582	23
270	335	578	17
280	506	699	27
290	449	625	21
300	308	560	16
310	280	493	14
320	330	483	15
340	518	666	26
350	372	529	17
360	417	541	21
370	462	625	24
380	516	667	25
390	402	636	19
420	716	803	43
440	507	670	29
450	581	696	29
460	361	580	19
470	439	583	20
480	272	450	14
490	269	495	15

Refer to Rule 18 to determine rates for limits not shown.