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STATE CORPORATION COMMISSION  
BUREAU OF INSURANCE

August 12, 1985

ADMINISTRATIVE LETTER 1985-16

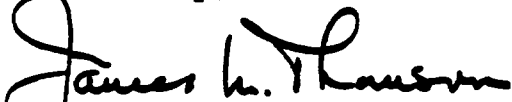
TO: ALL COMPANIES LICENSED TO WRITE AUTOMOBILE LIABILITY  
INSURANCE IN THE COMMONWEALTH OF VIRGINIA

RE: ADMINISTRATIVE ORDER NUMBER 8926  
REVISED UNINSURED MOTORISTS RATES

By Administrative Order Number 8926 dated August 6, 1985, the State Corporation Commission has approved certain revisions to the currently approved uninsured motorists rates. In addition to rules already required for uninsured motorists coverage, the Bureau of Insurance will require that certain additional rules be filed in order to clarify certain statutory requirements. First, the company must at least display and offer the uninsured motorists limits for which the company has filed liability limits. A rule must also be filed which states that the insured may purchase any uninsured motorists limits which the company has filed as long as they are not in excess of the liability limits under the policy. As respects both commercial and personal lines single limit uninsured motorists coverage, a rule must be filed indicating that if the insured rejects all other uninsured motorists limits offered by the company, then the insured may purchase split limit minimum financial responsibility limits of \$25,000/\$50,000/\$10,000 and the applicable rates.

Any questions concerning this matter should be addressed to Patricia A. Brady, Insurance Supervisor, Property and Casualty Rates and Forms Section.

Sincerely,

  
James M. Thomson  
Commissioner of Insurance

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STATE CORPORATION COMMISSION  
BUREAU OF INSURANCE

AT RICHMOND, August 6, 1985  
ADMINISTRATIVE ORDER NO. 8926

ORDER APPROVING AMENDMENTS TO THE RATES FOR  
WRITING THE COVERAGE REQUIRED BY SECTION  
38.1-381(b) OF THE CODE OF VIRGINIA,  
CONTAINED IN THE MANUALS OF CLASSIFICATIONS,  
RULES AND RATES, RATING PLANS AND  
MODIFICATIONS THEREOF FOR WRITING AUTOMOBILE  
BODILY INJURY AND PROPERTY DAMAGE LIABILITY  
INJURY AND PROPERTY DAMAGE LIABILITY  
INSURANCE FOR USE BY ALL COMPANIES.

BY LETTER DATED October 5, 1984, came Insurance Services  
Office, and filed with and requested the approval of the State  
Corporation Commission of amendments to certain Uninsured Motorists  
rates currently approved for use by all companies.

AND IT APPEARING to the Commission from a review made by  
the Bureau of Insurance that a hearing should not be held thereon,  
that there is no objection otherwise, and that publication of  
notice of the filing is not necessary;

NOW, ON THIS DAY the Commission having considered the  
filing herein is of the opinion, finds and orders:

- (1) That the proposed rule and rate changes for  
Commercial Lines Single Limit, Commercial  
Lines Split Limit, and Personal Lines  
Single Limit are excessive and should not  
be approved;
- (2) That the proposed rate changes for  
Personal Lines Split Limits are reasonable,  
and should be approved for use in this  
State; and
- (3) That the attached Uninsured Motorists  
rates for policy periods less than one  
year be utilized by all companies writing  
policy terms of less than one year.

AT RICHMOND, August 6, 1985  
ADMINISTRATIVE ORDER NO. 8926

IT IS, THEREFORE, ORDERED that the proposed amendments as modified above, be, and they hereby are, approved for use in this state, and that the attached amended Uninsured Motorists rates shall be used by all companies licensed to write Automobile Liability Insurance in Virginia, applicable to new and renewal policies effective on and after December 1, 1985.

IT IS, FURTHER, ORDERED, that an attested copy hereof be sent to Insurance Services Office; to the Virginia Automobile Insurance Plan; to the Bureau of Insurance; to all rate service organizations; and, to all companies licensed to write Automobile Liability Insurance in Virginia.

A True Copy  
Teste:

*George H. Bryant Jr.*

Clerk of the  
State Corporation Commission

ANNUAL RATES

Private Passenger Automobile - Split Limits

Annual rates per registered automobile for \$25,000/\$50,000/\$10,000:

\$16 First Automobile  
\$14 Each Additional Automobile

Protection against Uninsured Motorists Insurance for bodily injury and property damage for a limit of \$25,000/\$50,000/\$10,000 may be offered to those individuals not owning automobiles. Such coverage can be written for a period of one year or three years at the following rates:

Rates Per Named Insured:

\$18 For an annual policy  
\$50 For a three-year policy

However, if a Named Non-owner Policy is extended to afford Protection against Uninsured Motorists coverage, the rate for such extension of coverage shall be the applicable rate for owners.

Increased Limits for Bodily Injury

<u>Limits</u>	<u>Additional Annual Charge</u>
\$1,000,000/\$1,500,000	\$14
\$1,500,000/\$1,500,000	15
\$1,000,000/\$2,000,000	16

Private Passenger Automobile  
Uninsured Motorists Rates for Policy Periods  
Less Than One Year - Split Limits

Rates for policy terms less than one year

a. Rates for \$25,000/\$50,000/\$10,000

	<u>Term of Policy (months)</u>				
	<u>1</u>	<u>2</u>	<u>3</u>	<u>4</u>	<u>6</u>
First Automobile	\$ 1.33	\$ 2.66	\$ 4.00	\$ 5.33	\$ 8.00
Each Additional Automobile	1.16	2.33	3.50	4.66	7.00

b. Increased Bodily Injury Limits for Split Limits of Liability - Additional Charge for Each Automobile

<u>Limits</u>	<u>Term of Policy (months)</u>				
	<u>1</u>	<u>2</u>	<u>3</u>	<u>4</u>	<u>6</u>
\$ 30,000/60,000	\$ .16	\$ .33	\$ .50	\$ .66	\$ 1.00
35,000/70,000	.25	.50	.75	1.00	1.50
50,000/100,000	.33	.66	1.00	1.33	2.00
100,000/200,000	.41	.83	1.25	1.66	2.50
100,000/300,000	.50	1.00	1.50	2.00	3.00
100,000/500,000	.58	1.16	1.75	2.33	3.50
300,000/300,000	.66	1.33	2.00	2.66	4.00
250,000/500,000	.75	1.50	2.25	3.00	4.50
500,000/500,000	.83	1.66	2.50	3.33	5.00
500,000/1,000,000	.91	1.83	2.75	3.66	5.50
1,000,000/1,000,000	1.08	2.16	3.25	4.33	6.50
1,000,000/1,500,000	1.16	2.33	3.50	4.66	7.00
1,500,000/1,500,000	1.25	2.50	3.75	5.00	7.50
1,000,000/2,000,000	1.33	2.66	4.00	5.33	8.00

c. Increased Property Damage Limits for Split Limits of Liability - - Additional Charge for Each Automobile

<u>Limits</u>	<u>Term of Policy (months)</u>				
	<u>1</u>	<u>2</u>	<u>3</u>	<u>4</u>	<u>6</u>
\$ 20,000	\$ .08	\$ .16	\$ .25	\$ .33	\$ .50
25,000	.16	.33	.50	.66	1.00
50,000	.25	.50	.75	1.00	1.50
100,000	.33	.66	1.00	1.33	2.00
150,000	.41	.83	1.25	1.66	2.50
200,000	.50	1.00	1.50	2.00	3.00
250,000	.58	1.16	1.75	2.33	3.50
300,000	.66	1.33	2.00	2.66	4.00
500,000	.75	1.50	2.25	3.00	4.50
1,000,000	.83	1.66	2.50	3.33	5.00