

*State of Idaho*  
**DEPARTMENT OF INSURANCE**

CECIL D ANDRUS  
Governor

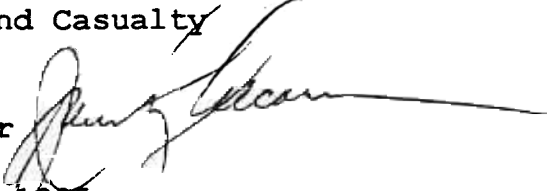
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JAMES M. ALCORN  
Acting Director

B U L L E T I N   N O .   9 4 - 4

DATE:            November 18, 1994

TO:              All Insurers Writing Property and Casualty  
                    Insurance in the State of Idaho

FROM:            James M. Alcorn, Acting Director 

SUBJECT:        Crop Hail Filings and Rates for 1995  
                    (Rescission of Bulletin No. 93-5)

Crop hail rates for the 1995 crop hail season must be filed with the Director of the Idaho Department of Insurance on or before January 16, 1995. No extensions of this deadline will be granted. Previous rate filings will not be effective in 1995.

All rate filings must incorporate pure loss costs of the rating organization to which the company belongs. If a company is not a member of a rating organization and does not intend to join any of the organizations, it may file as if it were using a modification of the prospective loss costs of an organization.

Insurers may file modifications of their rating organization's prospective loss costs based on their own actual experience. If an insurer has no experiences of its own but has corporate or marketing relationships with another writer of crop hail insurance, the experience of the related company(ies) must be substituted for its actual experiences. Supporting documentation will be required for any modifications based upon anticipated experience. Anticipated experience will be measured in light of prior experience.

No rating structure may be inadequate or unfairly discriminatory. Insurers must file a detailed breakdown of

all expenses, including commissions and dividends that may be payable. Historical financial data in support of the expense assumptions shall be included in this filing. Insurers may incorporate size discounts on other programs to encourage business. Any benefits, commissions and/or dividends that are not otherwise plainly expressed in the contract will be deemed in conflict with Chapter 13, Title 41, Idaho Code, as it pertains to Trade Practices and Frauds, and Chapter 14, Title 41, Idaho Code, as it relates to Property, Casualty and Surety rates.

No cash discounts are to be offered. It is expected that all companies and agents comply with Section 41-1314(3), Idaho Code.

Each filing must be accompanied by the attached actuarial certification signed by a Member of the American Academy of Actuaries (M.A.A.A.), a Fellow of the Casualty Actuarial Society (F.C.A.S.), or an Associate of the Casualty Actuarial Society (A.C.A.S.)

The Department will consider the filings as filed for informational purposes. The filings will not be acted on for approval or disapproval as in past years but must conform to Section 41-1405, Idaho Code.

Filings will be maintained at the Department for review by interested parties.

A copy of this bulletin is to be returned to the attention of Donna Daniel, Idaho Department of Insurance, P.O. Box 83720, Boise, Idaho 83720-0043, with acknowledgment of its receipt by a company officer.

\_\_\_\_\_  
Received by

\_\_\_\_\_  
Date

\_\_\_\_\_  
Title

\_\_\_\_\_  
Company

ACTUARIAL OPINION ON CROP HAIL RATES

for \_\_\_\_\_  
(Company Name)

I am: (check one or more)

- A Member of the American Academy of Actuaries qualified to express an opinion on Crop Hail Rates (\_\_\_)
- A Fellow of the Casualty Actuarial Society (\_\_\_)
- An Associate of the Casualty Actuarial Society (\_\_\_)

In my opinion, the rates and rating plans included in the attached Crop Hail rate filing meet the requirements in Sections 41-1405 and 41-1437 of the Idaho Code. In addition, the rate filing in support of the proposed rates conforms to Bulletin No. 94-4.

\_\_\_\_\_  
Signature of Actuary

\_\_\_\_\_  
Print Name and Title

\_\_\_\_\_  
Telephone Number

\_\_\_\_\_  
Date