

CALIFORNIA INSURANCE GUARANTEE ASSOCIATION



August 23, 2016

Re: 2017 Policyholder Surcharges – “Automobile/Homeowners” and “All Other” Categories

Dear Member Insurer:

In accordance with this Association’s Plan of Operation, please consider this letter as notification that there were no “automobile/homeowners” or “all other” category premium charges during 2016. Therefore, member insurers should not surcharge policies written in the “automobile/homeowners” and “all other” categories with effective dates of January 1, 2017 through December 31, 2017.

Please keep in mind that CIGA previously made the 2016 workers compensation initial premium charge to its member companies. This is a reminder that your company should surcharge workers compensation policies with effective dates of January 1, 2017 through December 31, 2017 at the rate of 2.0%. The approved premium surcharge consists of an initial premium charge of 2.0% levied pursuant to California Insurance Code Section 1063.5 for the Workers’ Compensation account.

If you have any questions, you may contact either me or Tony Kennedy.

Sincerely,

Wayne D. Wilson
Executive Director