



COMMONWEALTH OF PUERTO RICO  
**OFFICE OF THE COMMISSIONER OF INSURANCE**

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September 13, 2016

**CIRCULAR LETTER NO.: CC-2016-1890-AP**

TO ALL INSURERS THAT ARE AUTHORIZED TO TRANSACT VEHICLE  
INSURANCE BUSINESS

**RE: LOSS COST REVIEW FOR PERSONAL AUTOMOBILE INSURANCE LINES**

Dear Sirs:

In circular PP-2016-INFO dated May 18, 2016 the advisory organization Insurance Services Office (ISO), notified the results of the Loss Cost Review for the Personal Automobile Insurance Line. The review was based on the experience that was voluntarily submitted to the advisory organization up to June 30, 2015. With regard to the experience with liability coverage, the review was based on experience up to September 30, 2015.

The changes indicated for the notified loss portion are the following:

	<b>Indicated</b>
Single Limit Liability	-23.7%
Bodily Injury	-25.5%
Property Damage	-22.9%
Liability Sub Total	-23.9%
Comprehensive	-64.6%
Collison	-7.8%
Physical Damage Sub Total	-27.4%
Total	-26.8%

These changes should be considered along with the corresponding experience related to expenses, trends, and other factors that affect the premium dollar.

In view of the above, Insurers that are authorized to transact business in personal automobile lines are hereby advised of the changes, which are the result of observed experience in the Puerto Rico automobile market. To this effect, insurers shall adjust the rates for personal automobile liens so that they are not excessive, as provided in Section 12.040 of the Puerto Rico Insurance Code. To make this adjustment, insurers shall submit the appropriate file through SERFF, with the Expenses and Profits section duly completed. Tables with the final proposed rates shall be included in the file.

Very truly yours,

SIGNED

Ángela Weyne-Roig  
Commissioner of Insurance