

DEFINITIONS FOR STATE REGULATOR

PROPERTY & CASUALTY INSURANCE MARKET INTELLIGENCE DATA CALL

April 22, 2024

Dwelling Fire Policies – Policies that provide coverage for dwellings, other detached structures, and contents, caused by specified perils. It may also provide liability coverage and additional living expenses, and is usually written when a residential property does not qualify according to the minimum requirements of a homeowner’s policy, or because of a requirement for the insured to select several different kinds of coverage and limits on this protection.

Include:

- Dwelling Fire and Dwelling Liability policies ONLY IF the policies written under these programs are for owner-occupied residential dwellings, not policies written for tenant-occupied dwellings, written under a commercial program and/or on a commercial lines policy form.

Homeowners Policies – Policies that provide comprehensive coverage for personal liability, medical payments, dwelling and other structures property damage, contents/personal property damage, and additional living expenses.

Include:

- Mobile/Manufactured homes intended for use as a dwelling regardless of where [or what line] on the Statutory Annual Statement state page associated premium is reported.
- Policies covering log homes, land homes, and site-built homes.
- Policies written on the HO-1, HO-2, HO-3, HO-5, and HO-8 policy forms.

Exclude:

- Farmowners policies, as coverage is considered to be Commercial Lines for purposes of this data call.
- Umbrella policies.
- Lender-placed or creditor-placed policies.

If policies are written on different forms, match to the following:

Any of the following dwelling Fire Policy Forms should be reported as “**DF**”

- DP-1 (Basic Form) – Covers the dwelling structure and attached structures against specific named perils like fire, lightning, and windstorm.
- DP-2 (Broad Form) – Covers the perils included in DP-1, plus additional named perils such as falling objects, weight of snow, and vandalism.
- DP-3 (Special Form) – Offers “all-risks” coverage for the dwelling and attached structures. Covers all perils except those explicitly excluded in the policy, such as floods or earthquakes.

Homeowners Policy Forms:

- HO-1 (Basic Form) – Covers named perils such as fire, lightning, windstorm, and theft.
- HO-2 (Broad Form) – Covers additional named perils than HO-1, including falling objects and water damage from specific causes.
- HO-3 (Special Form) – Covers all perils except those explicitly excluded, such as floods or earthquakes.
- HO-5 (Comprehensive Form) – Provides comprehensive coverage, including open perils for both dwelling and personal property.
- HO-8 (Modified Coverage) – Provides limited coverage for older or high-risk homes.

Coverage A – Dwelling: Provides coverage for damage to the dwelling and/or other attached structures caused by an insured peril.

Coverage B – Other Structures: Provides coverage for damage to other detached structures on the residence premises (1) separated from the dwelling by a clear space or (2) connect to the dwelling by a fence, wall, wire, or other form of connection but not otherwise attached caused by an insured peril.

Coverage C – Personal Property: Provides coverage for damage to dwelling contents or other covered personal property caused by an insured peril.

Coverage D – Loss of Use: Provides coverage for additional living expenses incurred by the insured or fair rental value when the insured dwelling becomes uninhabitable as the result of an insured loss or when access to the dwelling is barred by civil authority.

Fixed-Dollar Deductible – A maximum fixed dollar amount the insured must pay toward any claim against the homeowners insurance policy.

Percentage Deductible – A specified maximum percentage of the homeowners policy's total Coverage A amount the insured must pay toward any claim against the policy.

Data Element Definitions

NAIC Company Code – The five-digit code assigned by the NAIC to all U.S. domiciled companies which filed a Financial Annual Statement with the NAIC.

Company Name

State – Two-character state abbreviation

Zip Code – 5-digit numerical zip code for location of insured property.

Reporting Year – 4-digit year during which policy was written (2022, 2021, 2020, 2019, 2018).

Policy Form – Dwelling or Homeowners policy forms (DF or , HO-1, HO-2, HO-3, HO-5, HO-8 or the equivalent form in states without standard policy forms. See individual policy form definitions above.)

Written Premium – Sum of direct written premium for all policies reported in 'Written House Months in Reporting Year' This includes direct premium written during the calendar year specified.

Policies in Force at End of Reporting Year – Count of all policies in which coverage is in effect as of Dec. 31 of the reporting year.

Written House Months in Reporting Year– Total count house months for all policies written in reporting year (e.g., If 3 1-year policies are written in a particular zip code, report 36 house months. Report on a written basis, where a 12-month policy written in any month of a particular year would be reported as 12 house months for that year, coinciding with the full written premium amount for the 12 months of the policy.)

Count of Paid Claims in Reporting Year – Total number of claims closed with payment where the claim was closed during the reporting year regardless of the date of loss or when the claim was reported.

Losses Paid in Reporting Year – Total sum of losses paid during the reporting year. Direct losses paid should include losses paid less salvage & subrogation, not including case loss reserves or unpaid claim amounts.

Coverage A Aggregate Limits – Aggregate sum of Coverage A Limits for all policies reported in ‘Written House Months in Reporting Year’.

Coverage B Aggregate Limits – Aggregate sum of Coverage B Limits for all policies reported in ‘Written House Months in Reporting Year’.

Coverage C Aggregate Limits – Aggregate sum of Coverage C Limits for all policies reported in ‘Written House Months in Reporting Year’.

Coverage D Aggregate Limits – Aggregate sum of Coverage D Limits for all policies reported in ‘Written House Months in Reporting Year’.

Written House Months in Reporting Year for policies with Wind Coverage– Total house months for those policies that include coverage for wind events.

Written House Months in Reporting Year for policies Not Providing Wind Coverage – Total house months for all policies that do not provide coverage for claims relating to wind events.

“Written House Months in Reporting Year for policies with Wind Coverage” + “Written House Months in Reporting Year for policies Not Providing Wind Coverage” = “Written House Months in Reporting Year”

Written House Months in Reporting Year for policies Not Providing Wildfire Coverage– Total house months for all policies that do not provide coverage for claims relating to wildfire events.

Written House Months in Reporting Year for policies Not Providing Earthquake Coverage– Total house months for all policies that do not provide coverage for claims relating to earthquake events.

Written House Months for Reporting Year for policies Not Providing Cosmetic Damage on Roof– Total house months for all policies that do not provide coverage for damage to roof structures that affects only the appearance and not the function of the roof.

Written House Months in Reporting Year for policies Not Providing Cosmetic Damage on Siding– Total house months for all policies that do not provide coverage for damage to siding that affects only the appearance and not the function of the siding.

Count of Policies or Endorsements w/EQ Coverage – Total number of policies or endorsements that provide coverage for claims relating to an earthquake event.

Aggregate Premium for Earthquake Coverage – Total sum of written premium for the earthquake coverage portion of a policy or endorsement.

Count of Policies w/Wind Endorsement – Total numbers of policies that include an endorsement for coverage for claims relating to a wind event.

Premium for Wind Endorsement – Total sum of premium charged for endorsements that provide coverage for claims relating to a wind event.

Count of Policies w/Standalone Wind Coverage – Total number of policies that provide coverage for claims relating to a wind event, written separate from a homeowners policy.

Premium for Standalone Wind Coverage – Total sum of premium charged for a policy providing coverage for claims relating to a wind event, written separate from a homeowners policy.

Note: For Hawaii only, where the data call asks for **Wind** data in “Written House Months in Reporting Year for policies with Wind Coverage” Column, and Columns asking for “Policies with Endorsement,” “Premium for Wind Endorsement,” “Count of Policies with Standalone Wind Coverage,” and “Premium for Standalone Wind Coverage,” it means **Hurricane**.

Written House Months in Reporting Year with RC Coverage on Dwelling– Total house months for all policies that provide replacement cost coverage on dwelling structures.

Written House Months in Reporting Year with ACV Coverage on Dwelling– Total house months for all policies that provide actual cash value coverage on dwelling structures. This includes policies with roof service policy schedules (RPS).

Written House Months in Reporting Year with RC Coverage on Roof– Total house months for all policies that provide replacement cost coverage on roof structures.

Written House Months in Reporting Year with ACV Coverage on Roof– Total house months for all policies that provide actual cash value coverage on roof structures. This includes policies with roof service policy schedules (RPS).

Written House Months in Reporting Year with RC Coverage on Siding– Total house months for all policies that provide replacement cost coverage on siding materials.

Written House Months in Reporting Year with ACV Coverage on Siding– Total house months for all policies that provide actual cash value coverage on siding materials.

Written House Months in Reporting Year with 100% RC– Total house months for all policies where coverage is up to and equal to 100% of replacement cost for Coverage A.

Written House Months in Reporting Year with Extended Replacement Cost greater than 100% but less than or equal to 125%– Total house months for all policies where coverage is greater than 100% but less than or equal to 125% of replacement cost for Coverage A.

Written House Months in Reporting Year with Extended Replacement Cost Greater than 125%– Total house months for all policies where coverage is greater than 125% of replacement cost for Coverage A.

Maximum % RC Written – The maximum percentage of extended replacement cost coverage written on the reported Policy Form.

Aggregate All Perils Policy Deductible - Total sum of deductibles in policies providing “all-perils” coverage or “all other perils” coverage. If the policy has a percentage deductible, convert to dollar amount based on policy coverage limits.

Aggregate Tropical Cyclone/Hurricane Deductible – Total sum of deductibles relating to tropical cyclone or hurricane events. If the policy has a percentage deductible, convert to dollar amount based on policy coverage limits.

Aggregate Wind/Hail Deductible - Total sum of deductibles relating to wind or hail events. If the policy has a percentage deductible, convert to dollar amount based on policy coverage limits.

Aggregate Named Storm Deductible - Total sum of deductibles relating to named storm events. If the policy has a percentage deductible, convert to dollar amount based on policy coverage limits.

For All Peril or All Other Perils Policies

- Policies should only be reported ONCE for the below

Count of Policies w/ \$500 or Lower Deductible – Total number of policies where all deductible amounts equal \$500 or less.

Count of Policies w/ Deductible between \$500 and \$2000 – Total number of policies where all deductible amounts are greater than \$500 and less than \$2000.

Count of Policies w/ \$2000 or Greater Deductible – Total number of policies where all deductible amounts equal \$2000 or greater.

- Policies should only be reported ONCE for the below

Count of Policies w/ 2% or less Deductible – Total number of policies where the (non-wind/hail) deductible is stated as 2% or less than the Coverage A amount.

Count of Policies with Deductible between 2% and 5% - Total number of policies where the deductible is stated as a percentage between 2% and 5% of the Coverage A amount.

Count of Policies with 5% or Greater Deductible – Total number of policies where the deductible is stated as 5% or more of the Coverage A amount.

For Policies Covering Specific Perils

For Hurricane/Named Storm Deductibles

- Policies should only be reported ONCE for the below

Count of Policies w/ \$500 or Lower Deductible – Total number of policies where the deductible for claims relating to a hurricane or named storm event is stated as \$500 or less.

Count of Policies w/ Deductible between \$500 and \$2000 – Total number of policies where the deductible for claims relating to a hurricane or named storm event is stated greater than \$500 and less than \$2000.

Count of Policies w/ \$2000 or Greater Deductible – Total number of policies where the deductible for claims relating to a hurricane or named storm event is equal or greater than \$2000.

- Policies should only be reported ONCE for the below

Count of Policies w/ 2% or less Deductible - Total number of policies where the deductible for claims relating to a hurricane or named storm event is stated as 2% or less than the Coverage A amount.

Count of Policies with Deductible between 2% and 5% - Total number of policies where the deductible for claims relating to a hurricane or named storm event is stated as a percentage between 2% and 5% of the Coverage A amount.

Count of Policies with 5% or Greater Deductible – Total number of policies where the deductible for claims relating to a hurricane or named storm event is stated as 5% or more of the Coverage A amount.

For Wind-Hail Deductibles

- Policies should only be reported ONCE for the below

Count of Policies w/ \$500 or Lower Deductible – Total number of policies where the deductible for claims relating to a wind or hail event is stated as \$500 or less.

Count of Policies w/ Deductible between \$500 and \$2000 – Total number of policies where the deductible for claims relating to a wind or hail event is stated as greater than \$500 and less than \$2000.

Count of Policies w/ \$2000 or Greater Deductible – Total number of policies where the deductible for claims relating to a wind or hail event is equal or greater than \$2000.

- Policies should only be reported ONCE for the below

Count of Policies w/ 2% or less Deductible - Total number of policies where the deductible for claims relating to a wind or hail event is stated as 2% or less than the Coverage A amount.

Count of Policies with Deductible between 2% and 5% - Total number of policies where the deductible for claims relating to a wind or hail event is stated as a percentage between 2% and 5% of the Coverage A amount.

Count of Policies with 5% or Greater Deductible – Total number of policies where the deductible for claims relating to a wind or hail event is stated as 5% or more of the Coverage A amount.

For Earthquake Deductibles

Count of Policies with any Fixed \$ Deductible – Total number of policies where the deductible is a fixed dollar amount, rather than a percentage.

- Policies should only be reported ONCE for the below

Count of Policies w/ 5% or less Deductible - Total number of policies where the deductible for claims relating to an earthquake event is stated as less than 5% the Coverage A amount.

Count of Policies with Deductible 5% or greater and less than 10% - Total number of policies where the deductible for claims relating to an earthquake event is stated as a percentage equal to or greater than 5% and less than 10% of the Coverage A amount.

Count of Policies with Deductible 10% or greater and less than 15% - Total number of policies where the deductible for claims relating to an earthquake event is stated as a percentage equal to or greater than 10% and less than 15% of the Coverage A amount.

Count of Policies with Deductible 15% or greater and less than 20% - Total number of policies where the deductible for claims relating to an earthquake event is stated as a percentage equal to or greater than 15% and less than 20% of the Coverage A amount.

Count of Policies with Deductible 20% or greater and less than 25% - Total number of policies where the deductible for claims relating to an earthquake event is stated as a percentage equal to or greater than 20% and less than 25% of the Coverage A amount.

Count of Policies with 25% or Greater Deductible – Total number of policies where the deductible for claims relating to an earthquake event is stated as equal to 25% or greater of the Coverage A amount.

Minimum Deductible for Fixed Deductible – Minimum fixed-dollar deductible selected by the policyholder, for the reported Policy Form.

Maximum Deductible for Fixed Deductible – Maximum fixed-dollar deductible selected by the policyholder, for the reported Policy Form.

Minimum Deductible for Percentage Deductible – Minimum percentage deductible selected by the policyholder, for the reported Policy Form.

Maximum Deductible for Percentage Deductible – Maximum percentage deductible selected by the policyholder, for the reported Policy Form.

Count of Nonpayment cancellations in Reporting Year – Total number of cancellations due to nonpayment by the insured where the cancellation effective date is during the reporting year.

Count of Nonrenewals in Reporting Year– Total number of existing policies that the insurer elected not to renew the coverage for circumstances allowed under the “non-renewal” clause of the policy during the reporting year.

Count of Company Initiated cancellations for other than non-payment of premium – Total number of policy cancellations that were initiated by the reporting company for reasons other than non-payment of premium during the reporting year. (These would be separate from non-renewals, as cancellations occur at anytime during the policy period. Non-renewals allow for the policy to remain in-force through the end of the policy period, and then is not renewed for the next policy year.) Do not include policies

rescinded or voided where there is no liability. Do not include “cancel rewrites” where an insurer merely rewrites an existing policy, such as to align policy due dates.

Count of Policies with Programmatic Mitigation Discounts – Total number of policies that include discounts for efforts to mitigate potential loss from natural hazards in accordance with state established guidelines.

Aggregate Amount of Programmatic Mitigation Discounts – Total sum of discounts for efforts to mitigate potential loss from natural hazards in accordance with state established guidelines, based on the policies reported in ‘Count of Policies with Mitigation Discounts’.

Count of Policies with Non-Programmatic Mitigation Discounts – Total number of policies that include discounts for efforts by the insured to mitigate potential loss to the dwelling structure from natural hazards (e.g. Roof strapping, installing impact resistant roofing material, installing storm shutters etc.). This should not include common discounts such as smoke alarms, security systems, etc.

Aggregate Amount of Non-Programmatic Mitigation Discounts – Total sum of discounts for efforts by the insured to mitigate potential loss to the dwelling structure from natural hazards. See above definition for examples of discounts that should be either included or excluded.