



STATE OF CONNECTICUT

INSURANCE DEPARTMENT

PROPERTY & CASUALTY INSURERS NOTICE- July 29, 2022

INFLATION GUARD PERCENTAGES

The Connecticut Insurance Department (“Department”) understands that insurers are seeing historic inflationary impacts for all business products, in particular rebuilding costs in the property lines of business. For decades, inflationary impacts on property business were generally low, single digit increases. As a result of more recent inflationary trends, the Department considers that the impact of such inflationary costs needs to be moderated in rates that are charged to consumers.

It has come to the Department’s attention that the percentages for inflation in use or under consideration in Personal and Commercial property lines may surpass the maximum inflation percentages currently allowed by the Department. Please be advised that a rate filing is required to be submitted via SERFF if a company intends to use or is using inflation factors that exceed the maximum percentage allowed by the Department. The rate filing must include the required actuarial documentation and support for the use of the increased inflation factors. The maximum allowable inflation percentage can be found in the Department’s filing checklists in SERFF for the applicable type of insurance.

Please contact the Insurance Department’s Property & Casualty Division at cid.pc@ct.gov with any questions.