
State:	California	Filing Company:	WESTCHESTER FIRE INSURANCE COMPANY
TOI/Sub-TOI:	09.0 Inland Marine/09.0004 Pet Insurance Plans		
Product Name:	Healthy Paws		
Project Name/Number:	Healthy Paws 3.0 - CA Rate/Rule Filing/26-PIM-6959129		

Westchester Fire Insurance Company ("the Company") is filing a revision to its Pet Health program filed under the Inland Marine line of business and Pet Insurance Plan sub-line. The program rates are approved under ACEH-134339049. Earlier in the year we submitted a Rate/Rule filing for this program under CDI Tracking # 26-569, which we later withdrew. The 5/6/26 Objection Letter in that filing asked us to adjust our historical data used for the indication to reflect the renewal eligibility guidelines that we are proposing. We have adjusted the data in this filing to satisfy that request. Please refer to Exhibit 19 in the Supporting Exhibits for more detail.

Purpose of the Filing:

The purpose of this filing is to adjust certain base rates, in order to keep up with increases in average claim costs since our most recently approved rate filing effective 5/1/2025. Given the significant severity trends due to veterinary inflation, we expect to need to file for roughly annual rate increases for the foreseeable future. We also wish to update the rating manual to include breeds and ZIP codes that will be covered under our ongoing book of business. Additionally, we would like to add the renewal eligibility rule as shown in the state exception page.

Summary of All Proposed Changes:

There are four elements addressed with this filing.

- Increase the Monthly Base Rate and Claims Fee Monthly Base Rate by 16.3% to reflect the increase in average claim costs.
- Add breeds that were missing from the rating manual. The breeds were bucketed based on similar breeds that were previously in the rating manual.
- Add ZIP codes that were missing from the rating manual. Loss Cost and Frequency Territory Groups were selected based on those of neighboring ZIP Codes.
- Add the renewal eligibility rule as shown in the state exception page.

Please see the attached exhibits as support for this rate increase. Note that Westchester Fire includes pets that were originally written in ACE American Insurance Company and Indemnity Insurance Company of North America but have been transitioned over. The indication is +38.0%. The impact of raising the Monthly Base Rate and Claims Fee Monthly Base Rate is +16.3%. There is no impact for adding breeds or ZIP codes.

Underlying Assumptions and Reliance:

Based on prior rate increases we have taken and wanting to remain competitive, we selected +16.3% as our proposed increase. We don't want to overly burden pet parents, so we have selected an increase somewhat lower than the full indication.

Please refer to the file entitled "CA Healthy Paws Supporting Exhibits 202603" for description and support of the premium trend, loss development, credibility standard, and loss trend selected for the calculation of the +38.0% indication (as documented within the file entitled "CA Standard Exhibits 04-21-2026").

There have been no adjustments/modifications to the experience period data for purposed of calculating the proposed rate change and indication.

There are 0 models used in any form, manner, or capacity for the development of this program.

The "Number of Policyholders Affected" figure entered in the SERFF Rate Information section represents the number of pets in-force in August 2026. The "Written Premium for this Program" figure represents the annualized premium associated for these in-force pets.

Please see our attached proposed state exception page and redlined version.