Liberty Mutual - Agency
Homeowners
New Jersey
Safeco Insurance Company of America

Actuarial Memorandum

Pure premium trends have emerged more favorably than expected between the time of our previous rate level analysis (data through 2025Q2) and the latest available data (through 2026Q2). We believe the recent improvement in pure premium trends warrants an overall 10.0% downward deviation to our rate level in the near term, per N.J.A.C 11:1-16. We recognize that the recent improvement in pure premium trends may only be temporary and that future emergence may become less favorable, with the potential for trends to return to or exceed initially expected levels.

Below is a comparison of the 1-year fitted trends through 2025Q2 versus fitted trends through 2026Q2.

	4 Qtr Rolling Pure Premium Fitted Trends Through:	
1-Year Fits	2025Q2	2026Q2
LM Agency New Jersey	6.9%	-15.3%
LM Agency Northeast	18.8%	-4.3%