

SERFF Tracking Number: SCTT-125321946 State: Arkansas
 Filing Company: National Casualty Company State Tracking Number: AR-PC-07-026416
 Company Tracking Number: VPI AR03871NCR01
 TOI: 09.0 Inland Marine Sub-TOI: 09.0004 Pet Insurance Plans
 Product Name: Veterinary Pet Insurance - Accidental Injury-GC Plan
 Project Name/Number: 3871 Veterinary Pet Insurance - Accidental Injury-GC Plan/VPI AR03871NCR01

Filing at a Glance

Company: National Casualty Company

Product Name: Veterinary Pet Insurance - Accidental Injury-GC Plan SERFF Tr Num: SCTT-125321946 State: Arkansas

TOI: 09.0 Inland Marine

SERFF Status: Closed

State Tr Num: AR-PC-07-026416

Sub-TOI: 09.0004 Pet Insurance Plans

Co Tr Num: VPI AR03871NCR01

State Status:

Filing Type: Rate

Co Status:

Reviewer(s): Becky Harrington, Betty Montesi, Brittany Yielding

Author: Kristin Abbott

Disposition Date: 10/15/2007

Date Submitted: 10/11/2007

Disposition Status: Filed

Effective Date Requested (New): 12/01/2007

Effective Date (New): 12/01/2007

Effective Date Requested (Renewal): 12/01/2007

Effective Date (Renewal):

12/01/2007

General Information

Project Name: 3871 Veterinary Pet Insurance - Accidental Injury-GC Plan

Status of Filing in Domicile: Pending

Project Number: VPI AR03871NCR01

Domicile Status Comments:

Reference Organization: n/a

Reference Number: n/a

Reference Title: n/a

Advisory Org. Circular: n/a

Filing Status Changed: 10/15/2007

State Status Changed: 10/12/2007

Deemer Date:

Corresponding Filing Tracking Number:

Filing Description:

National Casualty Company is submitting new rates for our Veterinary Pet Insurance program. We request an effective date of December 1, 2007.

National Casualty Company is filing a new rating plan under our Veterinary Pet Insurance program. Attached is a new manual page to reflect the new Plan F. Accidental Injury-GC Plan, as well as actuarial exhibits in support of the new rating plan.

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Company and Contact

Filing Contact Information

Kristin Abbott, Filings Analyst I
 PO Box 4110
 Scottsdale, AZ 85261
 abbottk@scottsdaleins.com
 (800) 423-7675 [Phone]
 () -[FAX]

Filing Company Information

National Casualty Company
 PO Box 4110
 Scottsdale, AZ 85261
 (800) 423-7675 ext. [Phone]
 CoCode: 11991
 Group Code: 140
 Group Name:
 FEIN Number: 38-0865250

 State of Domicile: Wisconsin
 Company Type:
 State ID Number:

Filing Fees

Fee Required? Yes
 Fee Amount: \$100.00
 Retaliatory? No
 Fee Explanation: Rate Filing - \$100.00
 Per Company: No

COMPANY	AMOUNT	DATE PROCESSED	TRANSACTION #
National Casualty Company	\$100.00	10/11/2007	16082761

CHECK NUMBER	CHECK AMOUNT	CHECK DATE
	\$0.00	

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Correspondence Summary

Dispositions

Status	Created By	Created On	Date Submitted
Filed	Becky Harrington	10/15/2007	10/15/2007

SERFF Tracking Number: SCTT-125321946 *State:* Arkansas
Filing Company: National Casualty Company *State Tracking Number:* AR-PC-07-026416
Company Tracking Number: VPI AR03871NCR01
TOI: 09.0 Inland Marine *Sub-TOI:* 09.0004 Pet Insurance Plans
Product Name: Veterinary Pet Insurance - Accidental Injury-GC Plan
Project Name/Number: 3871 Veterinary Pet Insurance - Accidental Injury-GC Plan/VPI AR03871NCR01

Disposition

Disposition Date: 10/15/2007

Effective Date (New): 12/01/2007

Effective Date (Renewal): 12/01/2007

Status: Filed

Comment:

Rate data does NOT apply to filing.

SERFF Tracking Number: SCTT-125321946 *State:* Arkansas
Filing Company: National Casualty Company *State Tracking Number:* AR-PC-07-026416
Company Tracking Number: VPI AR03871NCR01
TOI: 09.0 Inland Marine *Sub-TOI:* 09.0004 Pet Insurance Plans
Product Name: Veterinary Pet Insurance - Accidental Injury-GC Plan
Project Name/Number: 3871 Veterinary Pet Insurance - Accidental Injury-GC Plan/VPI AR03871NCR01

Item Type	Item Name	Item Status	Public Access
Supporting Document	Cover Letter	Filed	Yes
Supporting Document	NAIC P & C Transmittal Document	Filed	Yes
Supporting Document	Actuarial Exhibit	Filed	Yes
Rate	State Exception Page	Filed	Yes

SERFF Tracking Number: *SCTT-125321946* *State:* *Arkansas*
Filing Company: *National Casualty Company* *State Tracking Number:* *AR-PC-07-026416*
Company Tracking Number: *VPI AR03871NCR01*
TOI: *09.0 Inland Marine* *Sub-TOI:* *09.0004 Pet Insurance Plans*
Product Name: *Veterinary Pet Insurance - Accidental Injury-GC Plan*
Project Name/Number: *3871 Veterinary Pet Insurance - Accidental Injury-GC Plan/VPI AR03871NCR01*

Rate Information

Rate data does NOT apply to filing.

SERFF Tracking Number: SCTT-125321946 State: Arkansas
Filing Company: National Casualty Company State Tracking Number: AR-PC-07-026416
Company Tracking Number: VPI AR03871NCR01
TOI: 09.0 Inland Marine Sub-TOI: 09.0004 Pet Insurance Plans
Product Name: Veterinary Pet Insurance - Accidental Injury-GC Plan
Project Name/Number: 3871 Veterinary Pet Insurance - Accidental Injury-GC Plan/VPI AR03871NCR01

Rate/Rule Schedule

Review Status:	Exhibit Name:	Rule # or Page #:	Rate Action	Previous State Filing Attachments Number:
Filed	State Exception Page	N-VPI-R-AR-9 (11-07)	New	AR.pdf

NATIONAL CASUALTY COMPANY
PERSONAL LINES
VETERINARY PET INSURANCE PROGRAM

Arkansas

VETERINARY PET INSURANCE PROGRAM FOR DOGS AND CATS

COVERAGES:

VETERINARY PET INSURANCE ACCIDENTAL INJURY-GC PLAN

PLAN F:

Covers professional services for accidental injuries for both Dogs and Cats. This plan will pay 90% of the Veterinary Pet Insurance Accidental Injury Plan-GC Veterinary Services Benefit Schedule or the veterinary charges, whichever is the lesser, and up to a maximum of \$2,500 per accident and a maximum of \$5,000 per policy term subject to the benefit schedule, VS-GC-2.

RATES: Rates Apply on a per pet basis.

PLAN F - VETERINARY PET INSURANCE ACCIDENTAL INJURY-GC PLAN (\$50 deductible-per incident will apply)

CANINES:

12 MONTHS:

FELINES:

12 MONTHS:

Premium:

\$100.00

Premium:

\$100.00

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Supporting Document Schedules

Satisfied -Name: Cover Letter **Review Status:** Filed 10/15/2007
Comments:
Attachment:
VPI 3871ncrcvrltr.pdf

Satisfied -Name: NAIC P & C Transmittal Document **Review Status:** Filed 10/15/2007
Comments:
Attachment:
VPI AR3871ncrpctd.pdf

Satisfied -Name: Actuarial Exhibit **Review Status:** Filed 10/15/2007
Comments:
Attachment:
Actuarial Exhibit.pdf

NATIONAL CASUALTY COMPANY

8877 North Gainey Center Drive
Scottsdale, Arizona 85258

Reply to:

Post Office Box 4110
Scottsdale, AZ 85261-4110

Telephone

800 423-7675 x3140

October 11, 2007

Re: National Casualty Company
NAIC # 140-11991
FEIN # 38-0865250
Veterinary Pet Insurance – Rate Filing
Company File Number: VPI 03871NCR01

Dear Commissioner:

National Casualty Company is submitting new rates for our Veterinary Pet Insurance program. We request an effective date of December 1, 2007.

National Casualty Company is filing a new rating plan under our Veterinary Pet Insurance program. Attached is a new manual page to reflect the new Plan F. Accidental Injury-GC Plan, as well as actuarial exhibits in support of the new rating plan.

There are also new forms for this coverage which have been submitted under separate cover as required by your Department.

We hope you will be in a position to grant favorable consideration to this filing submission, however, should you need further information, please feel free to contact me on the toll free number or e-mail address listed below.

Sincerely,



Kristin Abbott
State Filings Analyst II
abbottk@scottsdaleins.com
(800) 423-7675 x3140
Encl.

Property & Casualty Transmittal Document (Revised 1/1/06)

1. Reserved for Insurance Dept. Use Only

2. Insurance Department Use only	
a. Date the filing is received:	
b. Analyst:	
c. Disposition:	
d. Date of disposition of the filing:	
e. Effective date of filing:	
New Business	
Renewal Business	
f. State Filing #:	
g. SERFF Filing #:	
h. Subject Codes	

3. Group Name	Group NAIC #
Nationwide	140

4. Company Name(s)	Domicile	NAIC #	FEIN #
National Casualty Company	WI	11991	38-0865250

5. Company Tracking Number	VPI AR03871NCR01
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Contact Info of Filer(s) or Corporate Officer(s) [include toll-free number]

6.	Name and address	Title	Telephone #s	FAX #	e-mail
	Kristin Abbott PO Box 4110 Scottsdale, AZ 85261-4110	Filings Analyst I	800 423-7675 x3140	480-368-5820	abbottk@scottsdaleins.com

7. Signature of authorized filer	<i>Kristin Abbott</i>
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8. Please print name of authorized filer	Kristin Abbott
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Filing information (see General Instructions for descriptions of these fields)

9. Type of Insurance (TOI)	09.0 Inland Marine
10. Sub-Type of Insurance (Sub-TOI)	09.0004 Pet Insurance Plans
11. State Specific Product code(s)(if applicable)[See State Specific Requirements]	N/A
12. Company Program Title (Marketing title)	Veterinary Pet Insurance
13. Filing Type	[] Rate/Loss Cost [] Rules [X] Rates/Rules [] Forms [] Combination Rates/Rules/Forms [] Withdrawal [] Other (give description)
14. Effective Date(s) Requested	New: December 1, 2007 Renewal: December 1, 2007
15. Reference Filing?	[] Yes [x] No
16. Reference Organization (if applicable)	
17. Reference Organization # & Title	
18. Company's Date of Filing	October 11, 2007
19. Status of filing in domicile	[] Not Filed [X] Pending [] Authorized [] Disapproved

Property & Casualty Transmittal Document—

20.	This filing transmittal is part of Company Tracking #	VPI AR03871NCR01
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21.	Filing Description [This area should be similar to the body of a cover letter and is free-form text]
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National Casualty Company is submitting new rates for our Veterinary Pet Insurance program. We request an effective date of December 1, 2007.

National Casualty Company is filing a new rating plan under our Veterinary Pet Insurance program. Attached is a new manual page to reflect the new Plan F. Accidental Injury-GC Plan, as well as actuarial exhibits in support of the new rating plan.

22.	Filing Fees (Filer must provide check # and fee amount if applicable) [If a state requires you to show how you calculated your filing fees, place that calculation below]
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Check #: EFT through SERFF
Amount: \$100.00

Refer to each state's checklist for additional state specific requirements or instructions on calculating fees.

*****Refer to the each state's checklist for additional state specific requirements (i.e. # of additional copies required, other state specific forms, etc.)**

**Veterinary Pet Insurance
Accidental Injury Plan -GC
Indication**

Proposed Effective Date : 10/1/2007

	(1)	(2)	(3)	(4)	(5)	(6)
Policy Year	Paid Losses	Loss Dev Factor	Loss Trend Factor	Ult. Dev. Losses	Exposure	Ult. Loss Cost
2004	5,629,238	1.00	1.244	7,003,169	209,555	33.42
2005	7,222,210	1.00	1.174	8,476,357	247,079	34.31
2006	6,786,393	1.17	1.107	8,798,648	296,758	29.65
					<i>Selected</i>	31.00

Notes :

(1) *historical losses, includes LAE*

(2) *See Exhibit 2*

(3) *Factor to trend col (1) from midpoint of the PY to one year beyond proposed effective date based on selected annual rate increase of :*

6.0%

(4) = (1)*(2)*(3)

(5) *based on data from VPI*

(6) = (4) / (5)

Loss Trend Factor based on the latest American Veterinary Medical Association's "U.S. Pet Ownership and Demographics Source Book" and Company experience.

**Veterinary Pet Insurance
Accidental Injury Plan - GC
Cumulative Paid Losses**

Policy Year	12	17	24	29	36	41
2004	3,015,692	4,591,316	5,338,782	5,339,256	5,339,256	5,339,256
2005	3,257,882	5,121,848	6,038,204	6,038,791		
2006	4,065,216	5,624,309				

Policy Year	12-17	17-24	24-29	29-36	36-41	41-Ult.
2004	1.52	1.16	1.00	1.00	1.00	1.00
2005	1.57	1.18	1.00			
2006	1.38					

	12-17	17-24	24-29	29-36	36-41	41-Ult.
Average	1.49	1.17	1.00	1.00	1.00	1.00
Wgt Avg	1.48	1.17	1.00			

	12-17	17-24	24-29	29-36	36-41	41-Ult.
Sel Factor	1.49	1.17	1.00	1.00	1.00	1.00
Cum Factor	1.75	1.17	1.00	1.00	1.00	1.00

**Veterinary Pet Insurance
Accidental Injury Plan - GC
Rate at \$50 Deductible, 10% CoPay**

<i>1 Loss Cost</i>	<i>\$ 31.00</i>
<i>2 Fixed Expense per Exposure</i>	<i>\$ 46.78</i>
<i>3 Variable Expense</i>	<i>22.9%</i>
<i>4 Indicated Rate</i>	<i>\$ 100.88</i>
<i>5 Selected Rate</i>	<u><u><i>\$ 100.00</i></u></u>

Notes:

- 1 See Exhibit 1
- 2 See Exhibit 3
- 3 See Exhibit 3
- 4 [(1)+(2)]/[1-(3)]

**Veterinary Pet Insurance
Accidental Injury Plan - GC
Expense Analysis**

<i>Fixed Expense:</i>	2007 Estimate
Policy Admin	896,627
Legal	307,706
Admin, Accounting, etc.	1,879,604
HR	448,926
Facilities	586,618
IT	2,606,674
Program Cost	<u>2,760,900</u>
Total	<u>9,487,055</u>
 Estimated Exposure	 202,800
 <i>Fixed Cost per Exposure</i>	 <u><u>\$ 46.78</u></u>

Variable Expense:

Commission	14.0%
Taxes, licenses & Fees	3.9%
Assumed Profit	5.0%
 <i>Variable Expense</i>	 <u><u>22.9%</u></u>