

NOTE: THIS INFORMATION WAS  
DISCUSSED ON THE SENATE  
FLOOR ON 02.24.15.

Dear Sen. Beyer,

I asked our actuary to refine his estimates of the financial impact of SB 411. He added to his extrapolation the filing data for Progressive Ins. Co. which gave us a wider range of policies, including more of the "lower limits" policies that will be affected the most with the passage of SB 411. The results were a little higher, approximately \$18 in additional premium for a minimum-limits policy for a 6 month period. His attached report and spread sheet explain his findings. Higher risk drivers will pay more.

I also asked him to estimate what additional charges we could expect if PIP is extended to two years and if subrogation is eliminated. You will see from his report that we do not have the data he needed to make an estimation. He reviewed the data that State Farm provided and he agreed that the additional cost for these changes would be relatively low, probably an additional \$15 per year; \$10 for the limitation of subrogation and \$5 for the change in the medical benefit period.

I have attached the spread sheet and his report. Below is his email that provides a bullet point summary of his conclusions. Let me know if there is anything more that we can do.

Gail M. Gage J.D.  
Sr. Policy Analyst  
Insurance Division  
State of Oregon  
(503) 947-7038  
[gail.m.gage@oregon.gov](mailto:gail.m.gage@oregon.gov)