

11. POLICY POSITION

URGING INSURANCE LEGISLATION TO REFLECT REGIONAL DIFFERENCES

Background

The insurance underwriting loss experience in the South is generally better than states in other Regions of the United States. In spite of this fact southern states do not receive favorable consideration in rate filings and the setting of rates. Because of this, the South subsidizes those states in other regions with less favorable insurance experiences.

Recommendation

The Southern Legislative Conference favors adoption of legislation in the various southern states requiring that insurance rates reflect the more favorable insurance underwriting loss experience in such states so as to avoid subsidizing less favorable underwriting ~~loss~~ experiences in other regions of the United States.

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