Possible Options for Recommendation

1. Direct the Rate Bureau to study insurance territories including possible changes to these territories to better reflect claims risk and require them to report to the 2013 General Assembly. (legislation required)
2. Prohibit the practice of linking property and auto coverage (legislation required)
3. Limit the amount of Agent's Commission paid by the Beach Plan (legislation required)
4. Require a public hearing to receive public input on proposed rate increases (legislation required)
5. Require insurers to offer a basic fire policy that excludes wind coverage (legislation required)
6. Possible issues to recommend for continued study
    - **A.** Cost of reinsurance
        - Authorize the issuance of bonds by the North Carolina Insurance Underwriting Association using some funds currently used to purchase reinsurance.
        - Establish a statewide catastrophe fund or a catastrophe fund specific to the Beach Plan using funds currently used to purchase reinsurance
    - **B.** Require a separate hearing for modeled losses
    - **C.** Limit consideration of reinsurance costs in rate filings