

Is There Really Any Changes in DC Car Insurance Rates?

If you are considering buying DC car insurance, you may be wondering why the insurance rates are as they are. Many people believe that when the no-fault car insurance laws were passed, insurance rates immediately skyrocketed. This isn't true. In fact, most insurance companies adjust their rates downward when the new laws are implemented.

So what causes the decrease in dc car insurance rates? Basically, the no-fault car insurance laws require certain levels of coverage for every driver. Before the implementation of these laws, drivers were not required to carry the required coverage. Also, many states had very lax regulations regarding their drivers and coverage requirements. The result was that there was a Lack of Standard Car Insurance Coverage.

Currently, many representatives from Washington DC auto insurance companies are testifying before the assembly on behalf of the citizens of the state of DC. These representatives are explaining to the Assembly how the no-fault car insurance laws can benefit residents of the state of dc by increasing their coverage. Many representatives are emphasizing that mandatory coverage will eliminate the need for drivers to purchase an additional policy due to low or non-existent coverage. There are also representatives who are emphasizing that recent changes to the Washington DC auto insurance laws have helped residents lower their rates. Some examples of recent changes include:

- o Eliminating the requirement that drivers have at least PIP insurance.
- o Reducing the minimum liability coverage levels from \$100 to \$75.
- o Eliminating the medical payments deduction.
- o Reducing the credit rating deduction limit from 200% of the cost of an item to only 80%

As you can see from the list above, most or all of the major auto insurance companies in the area of Washington D.C. are either reducing their rates, raising their coverage level, or both. However, some representatives are claiming victory lap and saying that the no-fault laws are having a "negative impact" on some motorists. For example, one representative said that before the new law was implemented, there was a 20% increase in accidents for teenage boys. He went on to say that now, because of the no fault laws, that rate increase has stopped.

However, some representatives believe that the decreases in prices and increases in coverage have affected all customers. Many residents of Washington D.C. pay much higher prices than they used to pay. EggInsurance claimed that most of the increases come from the higher premiums that are charged to younger drivers with less experience. The lack of experience on the part of the young male motorist is causing Washington D.C. motorist coverage rates to increase as much as fifty percent. A middle aged man who is married and a homeowner might expect his insurance to remain the same.

So, how did all this happen? One of the factors is the no-fault car insurance laws that were

recently passed in Maryland and Virginia. The no-fault laws allow an injured person to file a claim against the other driver for damages to property if the other driver was at fault. In other words, the injured person could file a suit against the negligent driver for medical bills, pain and suffering, lost wages, and so on. Some of the states where the no-fault laws have been passed also include Delaware, Florida, Georgia, Kentucky, Maryland, Massachusetts, Minnesota, New Jersey, New York, Pennsylvania, and Washington D.C. Some representatives of the auto insurance companies feel that this has had a negative impact on the market, although others claim that the markets are simply adjusting to the new law.

With so many people choosing to drive from state to state in order to live the lifestyles they want to lead, it is not surprising that many states have recently passed no-fault laws that require all drivers to carry auto insurance coverage. It is true that many drivers have seen a drastic increase in their car insurance rates since these laws were passed. However, there are still many others who have seen no change in their rates and who would prefer to have no auto insurance coverage. For them, it may be better to get coverage from a private party or for those who can afford a policy of their own but who wants to make sure they have adequate coverage, the best choice is still to go with a reputable no fault auto insurance company.