



COMMONWEALTH AUTOMOBILE REINSURERS

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ACCOUNTING AND STATISTICAL NOTICE NO. 425

Proposed Revisions to the Massachusetts Private Passenger and Commercial Automobile Statistical Plans

At its June 15, 2005 meeting, CAR's Governing Committee recommended modifications to the Massachusetts Private Passenger and Commercial Automobile Statistical Plans. The recommended pages were forwarded to the Division of Insurance on June 17, 2005, for promulgation by the Commissioner of Insurance, pursuant to the provisions of MGL, c. 175A, § 15. Attached are summary tables that describe the proposed modifications to the Statistical Plans.

The revised Private Passenger and Commercial Statistical Plan pages pertaining to the noted modifications are available on CAR's website (select Manuals, select either the Private Passenger or Commercial Statistical Plan and then select Proposed Pages).

If you have any questions concerning these proposed revisions, please contact the undersigned at 617-880-7231 or at madgate@commauto.com.

MARIAN S. ADGATE
Staff Analyst

Attachment

Proposed Modifications to the Private Passenger Statistical Plan

Proposed Effective Date	Description	Pages Impacted	Records Impacted
January 1, 2005	Language has been modified to reflect recent changes to Rule 29 – Classification Standards of the AIB’s Private Passenger Rating Manual, relative to the treatment of inexperienced operators.	VI:7	Clarification
January 1, 2006	In response to the 2006 Safe Driver Insurance Plan as ordered by the Division of Insurance on April 29, 2005, CAR is proposing several modifications to the Private Passenger Statistical Plan. For private passenger, miscellaneous rated as private passenger and private passenger motorcycle policies effective 1/1/2006 and subsequent, the fifth and sixth positions of the classification code will now reflect point rather than step information. Credit records may be reported with a value of 98 or 99 in the fifth and sixth positions and surcharge records may be reported with values of 01 – 45 in those positions.	VI:8,10,12	All Premiums
January 1, 2006 (Optional 1/1/05 – 12/31/05)	To correspond with the addition of “all other” Medical Payments Limit Code 49 to the Commercial Statistical Plan, an “all other” code 49 has also been added to the Private Passenger Statistical Plan.	VI:28	All

Proposed Modifications to the Commercial Statistical Plan

Proposed Effective Date	Description	Pages Impacted	Records Impacted
January 1, 2005	The General Reporting Requirements have been clarified to identify that it is valid for a company to code the existence of a Property Damage deductible (PD Limit = 08) on single limit policies.	III:1	Clarification
January 1, 2006	To further clarify the definition of CAR Identification Codes 1 and 5 relative to the Limited Servicing Carrier program, additional language has been added to these definitions.	VI:3	Clarification
January 1, 2006 (Optional 1/1/05 – 12/31/05)	Medical Payments Limits of \$3,000 and \$4,000 are available for Classification Code 902000 (Drive Other Car Coverage), but no corresponding statistical codes exist. An “all other” code 49 has been added to the Medical Payments Limits Code table to provide for the statistical reporting of limits for which no specific limit code value currently exists.	VI:42	All