



# COMMONWEALTH AUTOMOBILE REINSURERS

100 SUMMER STREET – BOSTON, MASSACHUSETTS 02110

TEL: 617-338-4000 FAX: 617-338-5422 www.commauto.com

**RALPH A. IANNACO**  
President

**MICHAEL J. TROVATO**  
Executive VP & Treasurer

September 20, 2005

## ACCOUNTING AND STATISTICAL NOTICE NO. 427

### Approved Revisions to the Massachusetts Private Passenger and Commercial Automobile Statistical Plans

On September 6, 2005, revisions to the Massachusetts Private Passenger and Commercial Statistical Plans were approved by the Division of Insurance, pursuant to the provisions of Massachusetts General Laws Chapter 175A, Section 15 (see attached promulgation letter). Accounting and Statistical Notice No. 425, dated June 17, 2005 initially announced these revisions. Below is a summary of the approved Statistical Plan pages and their effective dates.

#### Private Passenger Statistical Plan

Effective Date	Description	Records Impacted	Pages 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.	Clarification	VI:7
January 1, 2006	In response to the 2006 Safe Driver Insurance Plan as ordered by the Division of Insurance on April 29, 2005, several modifications to the Private Passenger Statistical Plan have been approved. 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.	All Premiums	VI:8,10,12
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.	All	VI:28

### Commercial Statistical Plan

Effective Date	Description	Records Impacted	Pages 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.	Clarification	III:1
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.	Clarification	VI:3 Note that the CAR ID Code definitions for policy effective years 1994 and prior have been moved to the following page (page VI:4) and all subsequent pages in Part VI have been renumbered accordingly.
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.	All	VI:42 (Note that this page has been renumbered as VI:43 in the 2006 Statistical Plan – see above)

The Private Passenger and Commercial Statistical Plan pages pertaining to the approved modifications are available on CAR’s website (select Manuals, select the Private Passenger or Commercial Statistical Plan and then select the Approved Pages link dated 09/06/05). Additionally, appropriate Private Passenger and Commercial Statistical Plan manuals contained on CAR’s website have also been updated to incorporate the approved pages. Note that the 2006 version of the Private Passenger and Commercial Statistical Plans have been added to CAR’s website and can be located under the “Future Version” link.

Additionally, note that further clarifications to the 2006 Private Passenger Statistical Plan will be forthcoming. CAR is awaiting finalized information from the Division of Insurance in order to fully clarify the SDIP reporting requirements for 2006. Note, however, that we anticipate that any additional modifications to the Private Passenger Statistical Plan will be clarifications only and will not require the implementation of any new codes or reporting requirements.

If you have any questions concerning these revisions, please contact the undersigned at (617) 880-7231 or at [madgate@commauto.com](mailto:madgate@commauto.com).

MARIAN S. ADGATE  
Staff Analyst

Attachment



**COMMONWEALTH OF MASSACHUSETTS**  
**Office of Consumer Affairs and Business Regulation**  
**DIVISION OF INSURANCE**

One South Station • Boston, MA 02110 - 2208  
(617) 521-7794 • FAX (617) 521-7773  
TTY/TDD (617) 521-7490  
<http://www.state.ma.us/doi>

MITT ROMNEY  
GOVERNOR

KERRY HEALEY  
LIEUTENANT GOVERNOR

BETH LINDSTROM  
DIRECTOR, CONSUMER AFFAIRS  
AND BUSINESS REGULATION

JULIANNE M. BOWLER  
COMMISSIONER OF INSURANCE

September 6, 2005

Mr. Ralph Iannaco  
President  
Commonwealth Automobile Reinsurers  
100 Summer Street  
Boston, MA 02110

RE: Commercial & Private Passenger Automobile Statistical Plan Filing Dated June 17, 2005

Dear Mr. Iannaco,

The above-captioned filing is approved for effective dates of January 1, 2006 as put forth in the filing.

Sincerely,

A handwritten signature in black ink, appearing to read "Cara M. Blank".

Cara M. Blank, FCAS

Property & Casualty Actuary