

RATE SECTION

Memorandum

The rates shown on the rate sheets are the liability and physical damage rates filed by the Commonwealth Automobile Reinsurers for the Massachusetts private passenger automobile residual market.

The same rates apply under a Personal Auto Policy on a risk for which compulsory coverage is not required. For bodily injury charge the total of the Parts 1, 2 and 5 premiums for risks subject to the compulsory law.

The bodily injury increased limits factors shown in this manual are to be applied against the Part 1 and Part 5, basic limits, premium in determining the increased limits premium. Increased limits factors are not applicable to Part 2.

The basic limits rates shown on the rate pages are for \$20,000/\$40,000 bodily injury (Parts 1 and 5) and \$5,000 property damage (Part 4). The charge for bodily injury increased limits is determined by applying the factors shown on the Increased Limits Tables to the total of the adjusted Part 1 premium and Part 5 basic limits premium and then subtracting the adjusted Part 1 premium as follows:

$$\text{Part 5} = (\text{Part 1} + \text{Part 5 } (\$20/40)) \times \text{Increased Limits Factor} - \text{Part 1}$$

The private passenger rate pages display liability rates for various classes at selected limits. For most risks, the liability premium can be determined directly from the rate pages.

As of 4/1/2011:

- CAR has adopted the AIB Vehicle Rating Group (VRG) Program, in place of ISO Symbols, for rating physical damage coverage. Refer to the AIB Vehicle Rating Group Program in its rating Manual to identify the collision and comprehensive VRGs assigned to vehicles. The following Rate Pages contain manual rates at the \$500 deductible level, and applicable rating factors. Refer to rule 11 for rating procedures.
- Stated amount rating procedures are modified to reflect the AIB Vehicle Rating Group Program.
- All discounts are the same as the prior year. Refer to rule 19.
- No change to motorcycle rates is adopted at this time.
- Stated amount tables are transposed from prior year tables.