

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 5/1/2019:

- Base rates by coverage have been modified to reflect current loss experience.
- Rating territories are unchanged.
- Med Pay, U-1 and U-2 increased limit factors have been updated for vehicles other than Motorcycles. BI and PDL increased limit factors are unchanged.
- Deductible relativities are unchanged.
- Model year/VRG relativities are shifted by year, but the relativity factors are unchanged.
- The VRG Assignment By Price Table is unchanged.
- The Stated Amount Divisor Table is unchanged.
- The Stated Amount Rates have been updated.
- Miscellaneous rating factors are unchanged (RS-1), with the exception of the anti-theft discount elimination.
- Towing and Labor and Substitute Transportation are unchanged.
- The commission schedule for assigned risk business is unchanged.
- This filing proposes to discontinue the anti-theft discount for the comprehensive coverages. All other discounts remain unchanged. The elimination of the anti-theft discount affected the following rate pages: R-49, RS-1, RS-2, and Index "A".
- The motorcycle rates are unchanged. However, the comprehensive coverage rates have been updated to reflect the elimination of the anti-theft discount Note that territory rating groups for motorcycles are the same as private passenger vehicles.
- The approved motorcycle training sites have been updated.