

**A. Commercial Motor Vehicle Insurance Coverage:**

Policies of an Eligible Risk as defined in Rule 2 and written by a Servicing Carrier shall, upon request, provide coverage for commercial classifications as defined in CAR's Commercial Automobile Insurance Manual as follows, except as otherwise specified in Sections B, C, and D of this Rule.

1. Liability

Coverage for policies written on the Business Auto Coverage Form is restricted to only those vehicles specifically described in the policy declarations, or as otherwise allowed in Section A.1.h.

- a. Bodily Injury Liability: Total policy limits of \$1,000,000 each person, \$1,000,000 each accident;
- b. Personal Injury Protection: \$8,000 per person, per accident;
- c. Property Damage Liability: Total policy limits of \$500,000 each accident;
- d. Medical Payments: varies by vehicle type;
- e. Uninsured Motorists: \$500,000 each person, \$500,000 each accident for bodily injury;
- f. Underinsured Motorists: \$500,000 each person, \$500,000 each accident for bodily injury;
- g. Combined Single Limits for Bodily Injury and Property Damage Liability: \$1,000,000 each accident;
- h. Non-Ownership and Hired Car, liability coverage only may be written by a Servicing Carrier either as a separate policy or in conjunction with a statutory Massachusetts Motor Vehicle Insurance Policy.
- i. Coverages requested by the applicant which are required by any state or federal regulation or financial responsibility law as specified in the definition of Eligible Risk contained in Rule 2.

2. Physical Damage

Physical damage coverage may only be written for an Eligible Risk in conjunction with liability coverage for the same vehicle.

- a. Physical Damage Insurance shall mean: 1) collision coverage or limited collision coverage, 2) fire, theft and combined additional coverage, or 3) comprehensive coverage, as defined in the Massachusetts Motor Vehicle Insurance policy. The Servicing Carrier may refuse to issue collision, fire, theft or comprehensive coverage under the following circumstances:
- (1) Comprehensive, fire and theft or collision coverage on a vehicle customarily driven by or owned by an individual convicted within the most recent five-year period of any category of vehicular homicide, auto insurance related fraud or motor vehicle theft;
  - (2) Comprehensive, fire and theft or collision coverage on a vehicle customarily driven by or owned by an individual who has, within the most recent five-year period, made an intentional and material misrepresentation in making a claim under such coverages;
  - (3) Collision coverage on a vehicle customarily driven by or owned by an individual who has been involved in four or more accidents in which such person has been deemed to be at fault in excess of 50% within the three years immediately preceding the effective date of the policy;
  - (4) Comprehensive or fire and theft coverage on a vehicle customarily driven by or owned by an individual who has had two or more total theft or fire claims within the three years immediately preceding the effective date of the policy;
  - (5) Comprehensive, fire and theft or collision coverage on a vehicle customarily driven by or owned by an individual convicted one time within the most recent three-year period of any category of driving while under the influence of alcohol or drugs;
  - (6) Comprehensive, fire and theft or collision coverage on any motor vehicle for which a salvage title has been issued by the

Registrar of Motor Vehicles unless a new certificate of title has been issued pursuant to G.L. c. 90D, § 20D;

- (7) Comprehensive, fire and theft or collision coverage on a high-theft vehicle which does not have at least a minimum anti-theft or auto recovery device as prescribed by the Commissioner of Insurance. The Commissioner may designate as a high-theft vehicle any vehicle, classified according to make, model and year of manufacturer, which has both above-average incidence of theft and above-average original sales price, and may prescribe appropriate anti-theft or auto recovery devices for such vehicles;
- b. A Servicing Carrier may waive the deductible amount applicable to a payment under comprehensive coverage for glass damage and be reimbursed when the insured has elected to repair rather than replace damaged glass when permitted by law and where satisfactory proof of the repair has been presented to the Servicing Carrier;
  - c. Physical Damage coverage for damage to trailers under a trailer interchange contract may be written by a Servicing Carrier only when written in conjunction with motor vehicle liability coverage.
  - d. Physical Damage coverage on repossessed motor vehicles shall not be written by a Servicing Carrier.

The term "accident" as used in this Rule shall mean "occurrence" when the coverage is written on such basis.

**B. Taxicab Coverage**

Taxicab coverage may be written by Servicing Carriers with the same coverages and limits described in Section A, except as follows:

- 1. Liability
  - a. Bodily Injury Liability: Not to exceed \$250,000 each person, \$500,000 each accident;
  - b. Property Damage Liability: Not to exceed \$50,000 for any one accident;
  - c. Medical Payments: Not to exceed \$5,000 for any one accident

- d. Uninsured Motorists: Not to exceed \$250,000 each person, \$500,000 each accident for bodily injury;
- e. Underinsured Motorists: Not to exceed \$250,000 each person, \$500,000 each accident for bodily injury;

**C. Garage/Auto Dealers Insurance Coverage**

Garage/Auto Dealer coverage may be written by Servicing Carriers with the same coverages and limits described in Section A, except as follows:

For Policies Effective prior to January 1, 2027

- 1. Garage coverage may be written by Servicing Carriers with Bodily Injury Liability and Uninsured and Underinsured Motorists limits not to exceed \$1,000,000 per person, \$1,000,000 per accident. Property Damage Liability limits may not exceed \$500,000 for any one accident;
- 2. Coverage for Other Than Covered Auto Exposure, provided that this coverage is eligible for cession only when written in conjunction with statutory coverages. Endorsement CA 25 36 must be attached to the policy;
- 3. Automobile Dealers Physical Damage Supplement as defined in the Garage Liability Policy up to a limit not to exceed \$1,000,000 per named location;
- 4. Garagekeepers' Legal Liability coverage as defined within the endorsement on a legal liability or direct primary basis up to a limit not to exceed \$1,000,000; and
- 5. Drive-Away-Collision coverage as defined within the endorsement to the Garage Liability Policy.

**D. Auto Dealers Insurance Coverage**

For Policies Effective January 1, 2027 and Subsequent

- 1. Liability Coverage for Covered Autos may be written by Servicing Carriers with:

- a. Bodily Injury Liability limits not to exceed \$1,000,000 per accident
  - b. Property Damage limits may not exceed \$500,000 for any one accident.
  - c. Medical Payments: Not to exceed \$5,000 for any one accident
  - d. Uninsured Motorist limits not to exceed \$1,000,000 per accident
  - e. Underinsured Motorists limits not to exceed \$1,000,000 per accident.
2. General Liability Coverages for Bodily Injury and Property Damage Liability is available when written in conjunction with Liability Limits for Covered Autos.
  3. Physical Damage Coverage up to a limit not to exceed \$1,000,000 per named location.
    - a. Garagekeepers Coverage is included in Auto Dealers Physical Damage Coverage. Garagekeepers Coverage may be provided to certain risks written on a Business Auto Coverage form through endorsement.
    - b. Dealers Collision Coverage may be provided as defined within the endorsement
    - c. Dealers Drive-Away Collision Coverage may be provided as defined within the endorsement