

Rule 21. PREMIUM DEVELOPMENT

Paragraph A is amended as follows:

A. Private Passenger Autos

1. Determine the rating territory and rating band to be used (Rule 50). ~~For private passenger autos~~ The territory in which the auto is principally garaged is the applicable territory.

Exception: ~~Where a principal garaging address cannot be determined, as in the case of~~ For autos used by salespeople, solicitors, or others with similar duties, use the residential address of the operator to determine the rating territory. If the residential address of the operator cannot be determined, use the business address of the operator shall be used.

2. Determine the applicable classification (Rule 22). ~~If the insured falls within two or more classifications, the highest rated classification shall apply.~~

3. Bodily Injury and Property Damage Liability Coverage

- a. ~~Refer to the rate schedules of this Manual for the base rates for the classification and rating band determined above.~~ Determine the appropriate base rates from the Private Passenger Auto Rate Chapter.

- b. Determine the appropriate class factors from the Private Passenger Auto Rate Chapter.

- c. Multiply the base rates determined in paragraph a by the class factors determined in paragraph b and round to the nearest whole dollar.

- bd. ~~If a mature driver improvement course discount (Rule 23) applies, multiply the rates determined above by the appropriate factor.~~

- ee. ~~If additional charges for accidents and convictions apply refer to (Rule 24), increase the rates determined above by the appropriate amount. Additional charges are applicable to minimum coverage premiums but not the minimum policy premium.~~

- df. ~~If extended nonowned auto coverage is requested, refer to Rule 25 for premium.~~

- eg. ~~If a certified risk—financial responsibility filing (Rule 5) is required, increase the rates determined above are increased by the appropriate amount.~~

4. Uninsured Motorists Coverage

- a. Bodily Injury

- (1) ~~Refer to the private passenger rate schedules for the base rates for the classification and rating band determined above.~~ Determine the appropriate base rates from the Private Passenger Auto Rate Chapter.

- (2) Determine the appropriate class factors from the Private Passenger Auto Rate Chapter.

- (3) Multiply the base rates determined in paragraph a by the class factors determined in paragraph b and round to the nearest whole dollar.

- b. Property Damage

~~Refer to the Private Passenger Auto Rate Chapter rate schedules for the premium.~~

5. Medical Payments Coverage

- a. ~~Refer to the private passenger rate schedules for the base rates for the classification and rating band determined above.~~ Determine the appropriate base rates from the Private Passenger Auto Rate Chapter.

- b. Determine the appropriate class factors from the Private Passenger Auto Rate Chapter.

- c. Multiply the base rates determined in paragraph a by the class factors determined in paragraph b and round to the nearest whole dollar.

Rule 23. MATURE DRIVER IMPROVEMENT COURSE DISCOUNT

Paragraphs A and B are amended as follows:

- A. ~~Apply the following factor A premium discount of 5% on to~~ Apply the following factor A premium discount of 5% on to ~~bodily injury and property damage liability premium coverages shall be given~~ where there is a principal operator 55 years of age or older and he or she has successfully completed a Mature Driver Improvement Course approved by the California Department of Motor Vehicles:-

Factor

.95

- B. This discount is applicable to new and renewal policies bearing an inception date within three years following the course completion date, and only upon receipt of a copy of the certificate attesting to such successful completion and the date thereof. The Mature Driver Improvement Course must be

repeated by the individual every three years in order to continue to be eligible for the ~~5% bodily injury and property damage liability premium discount.~~

Rule 25. EXTENDED NONOWNED AUTO COVERAGE—PERSONAL AUTO COVERAGE

Paragraph A.1 is amended as follows:

A. A Personal Auto Policy may be endorsed to provide extended nonowned auto coverage to

- the individual named in the policy,
- the spouse if a resident of the same household,
- a registered domestic partner under California law if a resident of the same household,
- a resident individual,

who is furnished an auto for regular use but is not employed by a garage.

1. When no primary liability insurance is in effect on the auto, ~~multiply charge 50% of the bodily injury and property damage liability premium which would apply if the furnished auto were being specifically insured as an owned auto by the individual by the following factor:~~

Factor

.50

Paragraph B.1 is amended as follows:

B. A Personal Auto Policy may be endorsed to provide extended nonowned auto coverage to

- the insured named in the policy,
- the spouse if a resident of the same household,
- a registered domestic partner if resident of the same household,
- a resident individual,

who is furnished an auto for regular use and ~~is~~ employed by a garage.

When the garage has no liability insurance, ~~multiply the charge 170% of Class 1A base rate for bodily injury and property damage liability by the following factor:~~

Factor

1.70

Rule 26. NAMED NONOWNER

Paragraph B is amended as follows:

B. The bodily injury, property damage, uninsured motorists, and medical payments rates for named nonowner policies are determined in accordance with the following table on the basis of the classification, as determined in accordance with paragraph A above.

Multiply the Class 3 Private Passenger rate for the territory in which the named insured resides by the following ~~factors~~ percentages:

Class	Rate	Class	Rate
N1	<u>.85%</u>	N1-FR	<u>1.20%</u>
N2	<u>.75</u>	N2-FR	<u>1.05</u>
N3	<u>.45</u>	N3-FR	<u>1.20</u>
N4	<u>.30</u>	N4-FR	<u>.85</u>
N5	<u>1.00</u>	N5-FR	<u>2.25</u>
N6	<u>2.00</u>	N6-FR	<u>2.25</u>
N7	<u>1.00</u>	N7-FR	<u>1.25</u>

N8 1,70 N8-FR 2,40

Rule 27. MOTOR HOMES

Paragraph C.2 is amended as follows:

C. Bodily Injury and Property Damage Liability

1. Determine the private passenger base rate from the Private Passenger Auto Rate Chapter.
2. Multiply the base rate by the applicable private passenger class factor from the Private Passenger Auto Rate Chapter and round to the nearest whole dollar.
3. Multiply the rate determined above by the following factors:
 - (1) Pleasure Use Only—.50%
 - (2) All Others—1.00%

~~Used in Driving to or from Work~~

~~Classify and rate as private passenger autos.~~

~~Pleasure Use~~

~~Charge 50% of the applicable private passenger auto rate.~~

- ~~34.~~ If a mature driver improvement course discount (Rule 23) applies, multiply the rate determined above by the appropriate factor.
- ~~45.~~ If additional charges for accidents and convictions apply, refer to Rule 24. Additional charges are not applicable to minimum premiums.
- ~~56.~~ If a certified risk—financial responsibility filing (Rule 5) is required, the rates determined above are increased by the appropriate amount.

Paragraphs D and E are amended as follows:

D. Uninsured Motorists Coverage

1. Bodily Injury

~~Charge the Class 1A base rate on from the rate schedules~~ Private Passenger Auto Rate Chapter for the rating band determined above.

2. Property Damage

~~Refer to the pPrivate pPassenger Auto Rate Chapter rate schedules~~ for the premium.

E. Medical Payments

If medical payments are requested, charge the ~~Class 1A base rate on from the rate schedules~~ Private Passenger Auto Rate Chapter for the rating band determined above.

Rule 28. MOTORCYCLES

Paragraph C.1 is amended as follows:

C. Bodily Injury and Property Damage Liability Coverage

1. Apply the appropriate percentage factor from the table below to the ~~Class 1A Private Passenger base rate shown on the rate schedules~~ from the Private Passenger Auto Rate Chapter for the appropriate territory.

Engine Size	Operator Under Age 25	All Other Operators
0-50cc	.60%	.40%
51-100	.80	.50
101-200	1.00	.60
201-360	1.20	.75
361-500	1.40	.90
501-800	1.60	1.05
801-1,000	1.80	1.20
Over 1,000	2.00	1.35

The above rates contemplate the passenger hazard.

Paragraphs *D* and *E* are amended as follows:

D. Uninsured Motorists Coverage

1. ~~Bodily Injury and Property Damage~~

~~Charge 200% of the Class 1A rate on the rate schedules for the rating band determined above by 2.00.~~
 Charge 200% of the Class 1A Private Passenger Auto Rate Chapter rates schedules for the rating band determined above by 2.00.

2. ~~Property Damage~~

~~Charge 200% of the private passenger rate on the rate schedules.~~

E. Medical Payments

If medical payments are requested, charge the Class 1A Private Passenger Auto Rate Chapter ~~rate on the rate schedules~~ base rate in the for the rating band determined above.

Rule 29. PRIVATE PASSENGER AUTO RATING WORKSHEET

See following for this worksheet