

REVISED**† Rule 26. CATEGORIES**

For the purposes of this rule, the following definitions apply:

1. Operator – refers to any principal or occasional operator listed on the policy.
2. Loss – refers to any loss surcharged under the current SDIP plan and any identifiable not at-fault loss.
3. Not at-fault loss – refers to any identifiable, non-surchargable loss that is valued, net of salvage and subrogation, over \$1,000.

Each policy shall be assigned to a category in order to determine base rates and rating factors for that policy.

The determination of the appropriate category is based on objective, mutually exclusive and exhaustive criteria. The criteria used do not include sex, marital status, race, creed, national origin, religion, age, occupation, income, education, homeownership, rating territory, credit information contained on a consumer report obtained from a consumer reporting agency, or prior bodily injury limits.

The criteria considered are:

1. Single car or multi-car policy;
2. Existence of collision coverage;
3. Number of operators and number of vehicles on the policy;
4. Age of the policy; and
5. Existence of losses and convictions on the policy.

Policies are assigned to one of seven categories based on the evaluation of the above criteria. For any policy, it is possible to be assigned to one, and only one, category. Policies will be evaluated at policy inception and at each subsequent renewal.

For Rates and Rating Factors applicable to each category, see Rate Section.

RULE 26. CATEGORIES

A. Definitions

For the purposes of this rule, the following definitions apply:

1. Operator – refers to all operators listed on the policy with the exception of excluded and/or deferred operators.
2. Loss – refers to any loss surcharged under the current SDIP plan and any identifiable not at-fault loss. The first not at-fault loss is waived.
3. Not at-fault loss – refers to any non-surchageable loss where the amount is greater than \$1,000. Amount refers to the value of the loss net of applicable deductible and net of subrogation, for all coverages and loss types.

B. Category Assignment

Each policy will be scored with the information available at policy inception and at each subsequent renewal, according to the calculation in C.1-6. The policy will be assigned to a category based on the score and the following table. Once a policy is assigned to a category, it is not re-evaluated until the next policy term.

<u>Score Range</u>	<u>Category</u>
Up to 0.322	1
0.323 to 0.418	2
0.419 to 0.562	3
0.563 to 0.801	4
0.802 to 0.866	5
0.867 to 1.330	6
1.331 and up	7

C. Score Calculation

1. Determine applicable Group for the policy in accordance with D.
2. Based on the Group and the Age of the Policy, select appropriate factor from the Age/Group Table in E.
3. Determine the number of losses on the policy, as defined in A.2. A policy with nine or more losses is assigned to Category 7.
4. Refer to the appropriate table in F, based on the number of losses on the policy.
5. Determine the appropriate factor from the Loss and Conviction Table based on the number of operators and convictions on the policy. If a factor is not shown for the number of operators and convictions on the policy, the policy is assigned to Category 7.
6. Determine the policy score by adding the factor determined in C.5 to the factor determined in C.2.

D. Group Descriptions

- Group 1: Single car policies with at least one of the following:
 - a. Collision coverage, or
 - b. At least 2 more operators than vehicles
- Group 2: Multi-car policies that do not have collision coverage on any vehicle, but have at least one of the following:
 - a. Same number of operators and vehicles
 - b. One less vehicle than operator
 - c. More vehicles than operators
- Group 3: Multi-car policies with either:
 - a. Collision coverage on at least one vehicle, or
 - b. At least 2 more operators than vehicles
- Group 4: Any policy that does not qualify for Groups 1, 2, or 3.

E. Age/Group Table

		Age of Policy						
		0	1	2	3	4	5	6+
Group	1	0.980	0.662	0.614	0.566	0.518	0.470	0.422
	2	0.930	0.612	0.564	0.516	0.468	0.420	0.372
	3	0.880	0.562	0.514	0.466	0.418	0.370	0.322
	4	1.130	0.812	0.764	0.716	0.668	0.620	0.572

F. Loss and Conviction Tables

NO LOSSES ON POLICY
Operators

Convictions	Operators					
	1	2	3	4	5	6
0	0.000	0.000	0.000	0.000	0.000	0.000
1	0.300	0.150	0.100	0.075	0.060	0.050
2	0.600	0.300	0.200	0.150	0.120	0.100
3	0.900	0.450	0.300	0.225	0.180	0.150
4	1.200	0.600	0.400	0.300	0.240	0.200
5	1.500	0.750	0.500	0.375	0.300	0.250
6	1.800	0.900	0.600	0.450	0.360	0.300
7	2.100	1.050	0.700	0.525	0.420	0.350
8	2.400	1.200	0.800	0.600	0.480	0.400
9	2.700	1.350	0.900	0.675	0.540	0.450
10	3.000	1.500	1.000	0.750	0.600	0.500
11	3.300	1.650	1.100	0.825	0.660	0.550
12	3.600	1.800	1.200	0.900	0.720	0.600
13	3.900	1.950	1.300	0.975	0.780	0.650
14	4.200	2.100	1.400	1.050	0.840	0.700
15	4.500	2.250	1.500	1.125	0.900	0.750
16	4.800	2.400	1.600	1.200	0.960	0.800
17	5.100	2.550	1.700	1.275	1.020	0.850
18	5.400	2.700	1.800	1.350	1.080	0.900
19	5.700	2.850	1.900	1.425	1.140	0.950
20	6.000	3.000	2.000	1.500	1.200	1.000
21	6.300	3.150	2.100	1.575	1.260	1.050
22	6.600	3.300	2.200	1.650	1.320	1.100
23	6.900	3.450	2.300	1.725	1.380	1.150
24	7.200	3.600	2.400	1.800	1.440	1.200
25	7.500	3.750	2.500	1.875	1.500	1.250
26	7.800	3.900	2.600	1.950	1.560	1.300
27	8.100	4.050	2.700	2.025	1.620	1.350
28	8.400	4.200	2.800	2.100	1.680	1.400
29	8.700	4.350	2.900	2.175	1.740	1.450
30	9.000	4.500	3.000	2.250	1.800	1.500

1 LOSS ON POLICY
Operators

Convictions	Operators					
	1	2	3	4	5	6
0	0.465	0.233	0.155	0.116	0.093	0.078
1	0.765	0.383	0.255	0.191	0.153	0.128
2	1.065	0.533	0.355	0.266	0.213	0.178
3	1.365	0.683	0.455	0.341	0.273	0.228
4	1.665	0.833	0.555	0.416	0.333	0.278
5	1.965	0.983	0.655	0.491	0.393	0.328
6	2.265	1.133	0.755	0.566	0.453	0.378
7	2.565	1.283	0.855	0.641	0.513	0.428
8	2.865	1.433	0.955	0.716	0.573	0.478
9	3.165	1.583	1.055	0.791	0.633	0.528
10	3.465	1.733	1.155	0.866	0.693	0.578
11	3.765	1.883	1.255	0.941	0.753	0.628
12	4.065	2.033	1.355	1.016	0.813	0.678
13	4.365	2.183	1.455	1.091	0.873	0.728
14	4.665	2.333	1.555	1.166	0.933	0.778
15	4.965	2.483	1.655	1.241	0.993	0.828
16	5.265	2.633	1.755	1.316	1.053	0.878
17	5.565	2.783	1.855	1.391	1.113	0.928
18	5.865	2.933	1.955	1.466	1.173	0.978
19	6.165	3.083	2.055	1.541	1.233	1.028
20	6.465	3.233	2.155	1.616	1.293	1.078
21	6.765	3.383	2.255	1.691	1.353	1.128
22	7.065	3.533	2.355	1.766	1.413	1.178
23	7.365	3.683	2.455	1.841	1.473	1.228
24	7.665	3.833	2.555	1.916	1.533	1.278
25	7.965	3.983	2.655	1.991	1.593	1.328
26	8.265	4.133	2.755	2.066	1.653	1.378
27	8.565	4.283	2.855	2.141	1.713	1.428
28	8.865	4.433	2.955	2.216	1.773	1.478
29	9.165	4.583	3.055	2.291	1.833	1.528
30	9.465	4.733	3.155	2.366	1.893	1.578

2 LOSSES ON POLICY

Operators

Convictions	Operators					
	1	2	3	4	5	6
0	1.395	0.698	0.465	0.349	0.279	0.233
1	1.695	0.848	0.565	0.424	0.339	0.283
2	1.995	0.998	0.665	0.499	0.399	0.333
3	2.295	1.148	0.765	0.574	0.459	0.383
4	2.595	1.298	0.865	0.649	0.519	0.433
5	2.895	1.448	0.965	0.724	0.579	0.483
6	3.195	1.598	1.065	0.799	0.639	0.533
7	3.495	1.748	1.165	0.874	0.699	0.583
8	3.795	1.898	1.265	0.949	0.759	0.633
9	4.095	2.048	1.365	1.024	0.819	0.683
10	4.395	2.198	1.465	1.099	0.879	0.733
11	4.695	2.348	1.565	1.174	0.939	0.783
12	4.995	2.498	1.665	1.249	0.999	0.833
13	5.295	2.648	1.765	1.324	1.059	0.883
14	5.595	2.798	1.865	1.399	1.119	0.933
15	5.895	2.948	1.965	1.474	1.179	0.983
16	6.195	3.098	2.065	1.549	1.239	1.033
17	6.495	3.248	2.165	1.624	1.299	1.083
18	6.795	3.398	2.265	1.699	1.359	1.133
19	7.095	3.548	2.365	1.774	1.419	1.183
20	7.395	3.698	2.465	1.849	1.479	1.233
21	7.695	3.848	2.565	1.924	1.539	1.283
22	7.995	3.998	2.665	1.999	1.599	1.333
23	8.295	4.148	2.765	2.074	1.659	1.383
24	8.595	4.298	2.865	2.149	1.719	1.433
25	8.895	4.448	2.965	2.224	1.779	1.483
26	9.195	4.598	3.065	2.299	1.839	1.533
27	9.495	4.748	3.165	2.374	1.899	1.583
28	9.795	4.898	3.265	2.449	1.959	1.633
29	10.095	5.048	3.365	2.524	2.019	1.683
30	10.395	5.198	3.465	2.599	2.079	1.733

3 LOSSES ON POLICY

Operators

Convictions	Operators					
	1	2	3	4	5	6
0	2.325	1.163	0.775	0.581	0.465	0.388
1	2.625	1.313	0.875	0.656	0.525	0.438
2	2.925	1.463	0.975	0.731	0.585	0.488
3	3.225	1.613	1.075	0.806	0.645	0.538
4	3.525	1.763	1.175	0.881	0.705	0.588
5	3.825	1.913	1.275	0.956	0.765	0.638
6	4.125	2.063	1.375	1.031	0.825	0.688
7	4.425	2.213	1.475	1.106	0.885	0.738
8	4.725	2.363	1.575	1.181	0.945	0.788
9	5.025	2.513	1.675	1.256	1.005	0.838
10	5.325	2.663	1.775	1.331	1.065	0.888
11	5.625	2.813	1.875	1.406	1.125	0.938
12	5.925	2.963	1.975	1.481	1.185	0.988
13	6.225	3.113	2.075	1.556	1.245	1.038
14	6.525	3.263	2.175	1.631	1.305	1.088
15	6.825	3.413	2.275	1.706	1.365	1.138
16	7.125	3.563	2.375	1.781	1.425	1.188
17	7.425	3.713	2.475	1.856	1.485	1.238
18	7.725	3.863	2.575	1.931	1.545	1.288
19	8.025	4.013	2.675	2.006	1.605	1.338
20	8.325	4.163	2.775	2.081	1.665	1.388
21	8.625	4.313	2.875	2.156	1.725	1.438
22	8.925	4.463	2.975	2.231	1.785	1.488
23	9.225	4.613	3.075	2.306	1.845	1.538
24	9.525	4.763	3.175	2.381	1.905	1.588
25	9.825	4.913	3.275	2.456	1.965	1.638
26	10.125	5.063	3.375	2.531	2.025	1.688
27	10.425	5.213	3.475	2.606	2.085	1.738
28	10.725	5.363	3.575	2.681	2.145	1.788
29	11.025	5.513	3.675	2.756	2.205	1.838
30	11.325	5.663	3.775	2.831	2.265	1.888

**4 LOSSES ON POLICY
Operators**

	1	2	3	4	5	6
0	3.255	1.628	1.085	0.814	0.651	0.543
1	3.555	1.778	1.185	0.889	0.711	0.593
2	3.855	1.928	1.285	0.964	0.771	0.643
3	4.155	2.078	1.385	1.039	0.831	0.693
4	4.455	2.228	1.485	1.114	0.891	0.743
5	4.755	2.378	1.585	1.189	0.951	0.793
6	5.055	2.528	1.685	1.264	1.011	0.843
7	5.355	2.678	1.785	1.339	1.071	0.893
8	5.655	2.828	1.885	1.414	1.131	0.943
9	5.955	2.978	1.985	1.489	1.191	0.993
10	6.255	3.128	2.085	1.564	1.251	1.043
11	6.555	3.278	2.185	1.639	1.311	1.093
12	6.855	3.428	2.285	1.714	1.371	1.143
13	7.155	3.578	2.385	1.789	1.431	1.193
14	7.455	3.728	2.485	1.864	1.491	1.243
15	7.755	3.878	2.585	1.939	1.551	1.293
16	8.055	4.028	2.685	2.014	1.611	1.343
17	8.355	4.178	2.785	2.089	1.671	1.393
18	8.655	4.328	2.885	2.164	1.731	1.443
19	8.955	4.478	2.985	2.239	1.791	1.493
20	9.255	4.628	3.085	2.314	1.851	1.543
21	9.555	4.778	3.185	2.389	1.911	1.593
22	9.855	4.928	3.285	2.464	1.971	1.643
23	10.155	5.078	3.385	2.539	2.031	1.693
24	10.455	5.228	3.485	2.614	2.091	1.743
25	10.755	5.378	3.585	2.689	2.151	1.793
26	11.055	5.528	3.685	2.764	2.211	1.843
27	11.355	5.678	3.785	2.839	2.271	1.893
28	11.655	5.828	3.885	2.914	2.331	1.943
29	11.955	5.978	3.985	2.989	2.391	1.993
30	12.255	6.128	4.085	3.064	2.451	2.043

Convictions

**5 LOSSES ON POLICY
Operators**

	1	2	3	4	5	6
0	4.185	2.093	1.395	1.046	0.837	0.698
1	4.485	2.243	1.495	1.121	0.897	0.748
2	4.785	2.393	1.595	1.196	0.957	0.798
3	5.085	2.543	1.695	1.271	1.017	0.848
4	5.385	2.693	1.795	1.346	1.077	0.898
5	5.685	2.843	1.895	1.421	1.137	0.948
6	5.985	2.993	1.995	1.496	1.197	0.998
7	6.285	3.143	2.095	1.571	1.257	1.048
8	6.585	3.293	2.195	1.646	1.317	1.098
9	6.885	3.443	2.295	1.721	1.377	1.148
10	7.185	3.593	2.395	1.796	1.437	1.198
11	7.485	3.743	2.495	1.871	1.497	1.248
12	7.785	3.893	2.595	1.946	1.557	1.298
13	8.085	4.043	2.695	2.021	1.617	1.348
14	8.385	4.193	2.795	2.096	1.677	1.398
15	8.685	4.343	2.895	2.171	1.737	1.448
16	8.985	4.493	2.995	2.246	1.797	1.498
17	9.285	4.643	3.095	2.321	1.857	1.548
18	9.585	4.793	3.195	2.396	1.917	1.598
19	9.885	4.943	3.295	2.471	1.977	1.648
20	10.185	5.093	3.395	2.546	2.037	1.698
21	10.485	5.243	3.495	2.621	2.097	1.748
22	10.785	5.393	3.595	2.696	2.157	1.798
23	11.085	5.543	3.695	2.771	2.217	1.848
24	11.385	5.693	3.795	2.846	2.277	1.898
25	11.685	5.843	3.895	2.921	2.337	1.948
26	11.985	5.993	3.995	2.996	2.397	1.998
27	12.285	6.143	4.095	3.071	2.457	2.048
28	12.585	6.293	4.195	3.146	2.517	2.098
29	12.885	6.443	4.295	3.221	2.577	2.148
30	13.185	6.593	4.395	3.296	2.637	2.198

Convictions

6 LOSSES ON POLICY

Operators

	Operators					
	1	2	3	4	5	6
0	5.115	2.558	1.705	1.279	1.023	0.853
1	5.415	2.708	1.805	1.354	1.083	0.903
2	5.715	2.858	1.905	1.429	1.143	0.953
3	6.015	3.008	2.005	1.504	1.203	1.003
4	6.315	3.158	2.105	1.579	1.263	1.053
5	6.615	3.308	2.205	1.654	1.323	1.103
6	6.915	3.458	2.305	1.729	1.383	1.153
7	7.215	3.608	2.405	1.804	1.443	1.203
8	7.515	3.758	2.505	1.879	1.503	1.253
9	7.815	3.908	2.605	1.954	1.563	1.303
10	8.115	4.058	2.705	2.029	1.623	1.353
11	8.415	4.208	2.805	2.104	1.683	1.403
12	8.715	4.358	2.905	2.179	1.743	1.453
13	9.015	4.508	3.005	2.254	1.803	1.503
14	9.315	4.658	3.105	2.329	1.863	1.553
15	9.615	4.808	3.205	2.404	1.923	1.603
16	9.915	4.958	3.305	2.479	1.983	1.653
17	10.215	5.108	3.405	2.554	2.043	1.703
18	10.515	5.258	3.505	2.629	2.103	1.753
19	10.815	5.408	3.605	2.704	2.163	1.803
20	11.115	5.558	3.705	2.779	2.223	1.853
21	11.415	5.708	3.805	2.854	2.283	1.903
22	11.715	5.858	3.905	2.929	2.343	1.953
23	12.015	6.008	4.005	3.004	2.403	2.003
24	12.315	6.158	4.105	3.079	2.463	2.053
25	12.615	6.308	4.205	3.154	2.523	2.103

7 LOSSES ON POLICY

Operators

	Operators					
	1	2	3	4	5	6
0	6.045	3.023	2.015	1.511	1.209	1.008
1	6.345	3.173	2.115	1.586	1.269	1.058
2	6.645	3.323	2.215	1.661	1.329	1.108
3	6.945	3.473	2.315	1.736	1.389	1.158
4	7.245	3.623	2.415	1.811	1.449	1.208
5	7.545	3.773	2.515	1.886	1.509	1.258
6	7.845	3.923	2.615	1.961	1.569	1.308
7	8.145	4.073	2.715	2.036	1.629	1.358
8	8.445	4.223	2.815	2.111	1.689	1.408
9	8.745	4.373	2.915	2.186	1.749	1.458
10	9.045	4.523	3.015	2.261	1.809	1.508
11	9.345	4.673	3.115	2.336	1.869	1.558
12	9.645	4.823	3.215	2.411	1.929	1.608
13	9.945	4.973	3.315	2.486	1.989	1.658
14	10.245	5.123	3.415	2.561	2.049	1.708
15	10.545	5.273	3.515	2.636	2.109	1.758
16	10.845	5.423	3.615	2.711	2.169	1.808
17	11.145	5.573	3.715	2.786	2.229	1.858
18	11.445	5.723	3.815	2.861	2.289	1.908
19	11.745	5.873	3.915	2.936	2.349	1.958
20	12.045	6.023	4.015	3.011	2.409	2.008
21	12.345	6.173	4.115	3.086	2.469	2.058
22	12.645	6.323	4.215	3.161	2.529	2.108
23	12.945	6.473	4.315	3.236	2.589	2.158
24	13.245	6.623	4.415	3.311	2.649	2.208
25	13.545	6.773	4.515	3.386	2.709	2.258

8 LOSSES ON POLICY

Operators

	1	2	3	4	5	6
0	6.975	3.488	2.325	1.744	1.395	1.163
1	7.275	3.638	2.425	1.819	1.455	1.213
2	7.575	3.788	2.525	1.894	1.515	1.263
3	7.875	3.938	2.625	1.969	1.575	1.313
4	8.175	4.088	2.725	2.044	1.635	1.363
5	8.475	4.238	2.825	2.119	1.695	1.413
6	8.775	4.388	2.925	2.194	1.755	1.463
7	9.075	4.538	3.025	2.269	1.815	1.513
8	9.375	4.688	3.125	2.344	1.875	1.563
9	9.675	4.838	3.225	2.419	1.935	1.613
10	9.975	4.988	3.325	2.494	1.995	1.663
11	10.275	5.138	3.425	2.569	2.055	1.713
12	10.575	5.288	3.525	2.644	2.115	1.763
13	10.875	5.438	3.625	2.719	2.175	1.813
14	11.175	5.588	3.725	2.794	2.235	1.863
15	11.475	5.738	3.825	2.869	2.295	1.913
16	11.775	5.888	3.925	2.944	2.355	1.963
17	12.075	6.038	4.025	3.019	2.415	2.013
18	12.375	6.188	4.125	3.094	2.475	2.063
19	12.675	6.338	4.225	3.169	2.535	2.113
20	12.975	6.488	4.325	3.244	2.595	2.163
21	13.275	6.638	4.425	3.319	2.655	2.213
22	13.575	6.788	4.525	3.394	2.715	2.263
23	13.875	6.938	4.625	3.469	2.775	2.313
24	14.175	7.088	4.725	3.544	2.835	2.363
25	14.475	7.238	4.825	3.619	2.895	2.413

Convictions