

This procedure shall apply to all interim premium adjustments, including endorsements or cancellations at the request of the insured. In the case of cancellation by the company, the return premium may be carried to the next higher whole dollar.

**NOTE:** The premium for “each exposure” means the premium developed for each coverage for each automobile after the application of all applicable discounts.

**Exceptions:**

- (1) The discount for insureds 65 and older - refer to Rule 19.

**RULE 13. INSTALLMENT PAYMENT OF PREMIUMS**

The premiums for any Policy or Endorsement issued in accordance with the rules of this manual may be payable over an extended period if the insured meets the eligibility criteria.

Regular Plan – Payable in nine equal consecutive installments on twelve-month policies.

Extended Plan – Payable in eleven equal consecutive installments on twelve-month policies

A. A 15.00 Late Payment Fee is added to the account if:

1. We do not receive payment by the monthly closing date of the insured’s account; or
2. The total payment received is less than the Extended amount.

B. A \$10.00 NSF Fee is added to the account for any returned check.

C. Our payment plan options will be offered to all insureds other than those whose payment history is unsatisfactory. We will retain the right to require full payment of premiums from these insureds.

**RULE 14. DEPOSIT PREMIUM RULE**

A company, its producer or any broker may require deposit premium prior to the issuance of a policy provided the per vehicle deposit does not exceed 30% of the applicable annual premium for the insurance requested. If the applicant has been in default in the payment of any premium for automobile insurance or merit rating surcharge during the preceding 24 months, the entire policy premium charges may be payable in advance.

**RULE 15. EMPLOYERS SUBJECT TO MASSACHUSETTS WORKERS’ COMPENSATION ACT**

Motor vehicles owned by an employer subject to the Massachusetts workers’ compensation law not used at any time to transport persons other than employees of the named insured shall be eligible for a 25% reduction in the Personal Injury Protection premium otherwise applicable. A vehicle which qualifies for this reduction is not eligible for any Personal Injury Protection deductible. The policy covering a vehicle to which this reduction applies must be accompanied by the endorsement titled Restriction of Personal Injury Protection for Employers Subject to the Massachusetts Workers’ Compensation Act, M-0063-S.

**RULE 16. DEDUCTIBLES - PARTS 7, 8 and 9**

Deductibles, higher than the standard deductible, are available for Collision, Limited Collision and Comprehensive Coverages including Fire, Theft and Combined Additional Coverages. Refer to the Miscellaneous Rating Factors page for applicable factors.

**RULE 17. SUBSTITUTE TRANSPORTATION**

The charges for this coverage are on a per vehicle/per year basis for automobiles and motorcycles. Refer to the Miscellaneous Rating Factors page for applicable limits and premiums.

**RULE 18. TERMINATION OF INSURANCE**

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**NOTE:** The premium for "each exposure" means the premium developed for each coverage for each automobile after the application of all applicable discounts.

**Exceptions:**

- (1) The discount for insureds 65 and older - refer to Rule 19.

**RULE 13. INSTALLMENT PAYMENT OF PREMIUMS**

The premiums for any Policy or Endorsement issued in accordance with the rules of this manual may be payable over an extended period if the insured meets the eligibility criteria ~~for participation in the Extended Billing Plan.~~

~~A. Private Passenger Automobile New Business~~

~~Two options are available. For either pay plan option, a payment equal to 30 days of the policy premium is required prior to policy issuance.~~

- ~~1. Regular Plan – Remaining balance will be p~~Payable in nine equal consecutive installments on twelve-month policies.
- ~~2. Extended Plan – Remaining balance will be p~~Payable in eleven equal consecutive installments on twelve-month policies

~~B. All Other Business~~

~~Two options are available:~~

- ~~1. Regular Plan – Nine equal consecutive installments on twelve-month policies.~~
- ~~2. Extended Plan – Eleven equal consecutive installments on twelve-month policies.~~

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2. The total payment received is less than the Extended amount.

B. A \$10.00 NSF Fee is added to the account for any returned check.

D. C. Our payment plan options will be offered to all insureds other than those whose payment history is unsatisfactory. We will retain the right to require full payment of premiums from these insureds.

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