

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.

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

A. Cancellations

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EXPLANATORY MEMORANDUM

United Services Automobile Association (USAA) and USAA Casualty Insurance Company (USAA-CIC) are submitting a revision to the Deposit Premium rule with regard to down payments.

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A marked copy of the rule changes and the final manual pages are attached.

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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

A. Cancellations

***RULE 19. DISCOUNTS**

Multi-Car

An individual (or lawfully married individuals residing in the same household), who owns two or more automobiles and purchases coverage from the same company for at least two such automobiles, shall be entitled to a reduction of the premium applicable to Coverage Parts 1, 2, 4, 5, 7, 8 and 9. At least two of the automobiles must be private passenger vehicles as defined in Rule 27, except that vehicles classified as antiques are not eligible. Refer to Miscellaneous Rating Factors page for applicable discount.

MASSACHUSETTS PRIVATE PASSENGER AUTOMOBILE INSURANCE MANUAL

Miscellaneous Rating Factors

DEDUCTIBLES (RULE 16)

Deductibles:	<u>\$1,000*</u>	<u>\$2,000*</u>	\$100** <u>Glass</u>
Collision:	.63	.48	Not Applicable
Limited Collision:	.54	.32	Not Applicable
Comprehensive:	.75	.67	.84
Including Fire, Theft and Combined Additional Coverages			
*Charges based on \$500 Deductible Premium		\$300 Deductible - \$9	
**Applies to otherwise determined premium		\$500 Deductible - \$12	
Collision Waiver of Deductible Charges:		\$1,000 Deductible - \$15	
		\$2,000 Deductible - \$23	

SUBSTITUTE TRANSPORTATION (RULE 17)

	<u>\$15/Day, \$450 Maximum</u>	<u>\$30/Day, \$900 Maximum</u>	<u>\$45/Day, \$1,350 Maximum</u>	<u>\$100/Day, \$3,000 Maximum</u>
Private Passenger:	\$12	\$63	\$146	\$300
Motorcycle:	\$45	\$90	\$167	\$346

DISCOUNTS (RULE 19)

Multi-Car:	5% Parts 1, 2, 4, 5, 7, 8 and 9
Annual Mileage:	0-3,000 miles - 15% Parts 1-9 and 12 3,001-5,000 miles - 10% Parts 1-9 and 12 5,001-7,500 miles - 5% Parts 1-9 and 12
Passive Restraint:	25% Parts 2, 3, 6 and 12
Away at School:	10% Parts 1, 2, 4, 5, 6, 7, and 9
Good Student:	10% Parts 1, 2, 4, 5, 6, 7, and 9
New Vehicle:	Group 1 - 12% Parts 1, 2, 4, 5, 6, 7, and 9 Group 2 - 8% Parts 1, 2, 4, 5, 6, 7, and 9 Group 3 - 4% Parts 1, 2, 4, 5, 6, 7, and 9
MyUSAA Legacy:	10% Parts 1-12

MODEL YEAR RATING (RULE 20)

Rating Factors for Model Year Rates Not Shown in the Rate Section

		Symbol															
Collision		1	2	3	4	5	6	7	8	10	11	12	13	14	15	16	17
Model Year																	
1998	0.96	0.96	0.96	0.96		0.96	0.96	0.96	0.96	0.96	0.96	0.96	0.96	0.96	0.96	0.96	0.96
1997	0.93	0.92	0.92	0.92		0.92	0.92	0.92	0.92	0.92	0.92	0.92	0.92	0.91	0.91	0.91	0.91
1990-96	0.83	0.83	0.83	0.83		0.82	0.82	0.82	0.82	0.81	0.81	0.81	0.81	0.81	0.81	0.81	0.80

		Symbol															
Comprehensive		1	2	3	4	5	6	7	8	10	11	12	13	14	15	16	17
Model Year																	
1998	0.99	0.99	0.99	0.99		0.99	0.99	0.99	0.99	0.99	0.99	0.99	0.99	0.99	0.99	0.99	0.99
1997	0.99	0.99	0.99	0.99		0.99	0.98	0.98	0.98	0.98	0.98	0.98	0.98	0.98	0.98	0.98	0.98
1990-96	0.97	0.97	0.97	0.97		0.97	0.96	0.96	0.96	0.96	0.96	0.96	0.96	0.96	0.96	0.96	0.96

Apply the factor above for the model year and symbol of the vehicle to the 1999 model year rates on the rate page.
For 1989 and prior model year vehicles, see Rule 20.

MASSACHUSETTS PRIVATE PASSENGER AUTOMOBILE INSURANCE MANUAL

RESERVED FOR FUTURE USE

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Exceptions:

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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

***RULE 19. DISCOUNTS**

Multi-Car

An individual (or lawfully married individuals residing in the same household), who owns two or more automobiles and purchases coverage from the same company for at least two such automobiles, shall be entitled to a reduction of the premium applicable to Coverage Parts 1, 2, 4, 5, 7, 8 and 9. At least two of the automobiles must be private passenger vehicles as defined in Rule 27, except that vehicles classified as antiques are not eligible. Refer to Miscellaneous Rating Factors page for applicable discount.

Public Transit

~~A discount of the premiums paid for Part 4 and Part 7 coverages will be given to eligible policyholders who provide evidence of purchase of eleven monthly passes or tickets from a qualifying mass transit system during the automobile policy period. Refer to the Miscellaneous Rating Factors page for the applicable discount.~~

~~1. Eligibility~~

~~The vehicle must be a private passenger vehicle as defined in Rule 27 and be classified as use class 10, 15, 17, 18, 20, 21, 25 or 26 for a minimum of eleven of twelve months of the policy year. In addition, the vehicle must not be driven to work or school ten days or more per month. A minimum of eight of the eleven monthly passes or tickets may be submitted, provided other evidence of purchase is submitted for the missing passes or tickets. The insurer shall collect all such passes and other evidence used by a policyholder to obtain the discount.~~

~~**NOTE:** If a policyholder purchases a pre-paid non-refundable annual pass and furnishes proof of such purchase, the discount will be applied to the current policy rather than the expiring policy.~~

~~2. Replaced Vehicles~~

~~The discount will be computed on the basis of combined earned premium for Parts 4 and 7 provided the replacement vehicle otherwise qualifies for the discount. If the insured changes insurance companies and replaces the vehicle at the same time, the second company will be responsible for the discount provided the policy has been in effect six months or more.~~

~~3. Application of Discount~~

~~A discount will be applied to Part 4 and 7 premiums for each eligible vehicle. If there is only one eligible operator with more than one vehicle, the discount will be applied to the vehicle with the higher combined premium. If the policy insures only one vehicle, but there are two or more eligible operators, the discount shall be applied only once. If two or more vehicles and operators are eligible for discount, the discount shall first be applied to the vehicle which develops the highest combined premium for Parts 4 and 7, and then in descending order to the vehicle with the lowest combined premium.~~

~~This discount is fully earned and returnable directly to the policyholder unless the policyholder directs that the discount be applied as a credit to premium charges for a renewal policy or it is used to offset undisputed outstanding premium due the insurer. The maximum discount per eligible vehicle is \$75.~~

~~4. Qualifying Massachusetts Transit Systems~~

~~Refer to the Rate Section for a list of approved public transit systems.~~

~~5. The public transit discount shall be applied to the final premium as previously calculated and as previously adjusted by the applicable Merit Rating Plan points or credit, including class 15.~~

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Miscellaneous Rating Factors

DEDUCTIBLES (RULE 16)

Deductibles:	<u>\$1,000*</u>	<u>\$2,000*</u>	\$100** Glass
Collision:	.63	.48	Not Applicable
Limited Collision:	.54	.32	Not Applicable
Comprehensive:	.75	.67	.84
Including Fire, Theft and Combined Additional Coverages			
*Charges based on \$500 Deductible Premium		\$300 Deductible - \$9	
**Applies to otherwise determined premium		\$500 Deductible - \$12	
Collision Waiver of Deductible Charges:		\$1,000 Deductible - \$15	
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	<u>\$15/Day, \$450 Maximum</u>	<u>\$30/Day, \$900 Maximum</u>	<u>\$45/Day, \$1,350 Maximum</u>	<u>\$100/Day, \$3,000 Maximum</u>
Private Passenger:	\$12	\$63	\$146	\$300
Motorcycle:	\$45	\$90	\$167	\$346

DISCOUNTS (RULE 19)

Multi-Car:	5% Parts 1, 2, 4, 5, 7, 8 and 9
Public Transit:	10% Property Damage and Collision \$75 Maximum per eligible vehicle
Annual Mileage:	0-3,000 miles - 15% Parts 1-9 and 12 3,001-5,000 miles - 10% Parts 1-9 and 12 5,001-7,500 miles - 5% Parts 1-9 and 12
Passive Restraint:	25% Parts 2, 3, 6 and 12
Away at School:	10% Parts 1, 2, 4, 5, 6, 7, and 9
Good Student:	10% Parts 1, 2, 4, 5, 6, 7, and 9
New Vehicle:	Group 1 - 12% Parts 1, 2, 4, 5, 6, 7, and 9 Group 2 - 8% Parts 1, 2, 4, 5, 6, 7, and 9 Group 3 - 4% Parts 1, 2, 4, 5, 6, 7, and 9
MyUSAA Legacy:	10% Parts 1-12

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Model Year																	
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1997	0.93	0.92	0.92	0.92	0.92	0.92	0.92	0.92	0.92	0.92	0.92	0.92	0.92	0.91	0.91	0.91	0.91
1990-96	0.83	0.83	0.83	0.83	0.82	0.82	0.82	0.82	0.82	0.81	0.81	0.81	0.81	0.81	0.81	0.81	0.80
Comprehensive		1	2	3	4	5	6	7	8	10	11	12	13	14	15	16	17
Model Year																	
1998	0.99	0.99	0.99	0.99	0.99	0.99	0.99	0.99	0.99	0.99	0.99	0.99	0.99	0.99	0.99	0.99	0.99
1997	0.99	0.99	0.99	0.99	0.99	0.99	0.98	0.98	0.98	0.98	0.98	0.98	0.98	0.98	0.98	0.98	0.98
1990-96	0.97	0.97	0.97	0.97	0.97	0.96	0.96	0.96	0.96	0.96	0.96	0.96	0.96	0.96	0.96	0.96	0.96

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MASSACHUSETTS PRIVATE PASSENGER AUTOMOBILE INSURANCE MANUAL

Qualifying Massachusetts Transit Systems

The following transit systems have been approved by the Commissioner of Insurance for inclusion in the Public Transit Discount (Rule 19):

	Approved As Of
American Eagle Motor Coach, Inc. —— (formerly Medeiros Bus Co., Inc.)	February 1, 1984
Andre Coachlines, Inc.	January 1, 1984
Arrow Line, Inc., The	January 1, 1980
Bay State Spray & Provincetown	February 1, 1984
Berkshire Regional Transit Authority	January 1, 1982
Bloom's Bus Line	December 1, 1980
Bonanza Bus Lines, Inc.	September 1, 1983
Brockton Area Transit Authority	January 1, 1979
Brush Hill Transportation Co.	October 15, 1992
Burlington Transportation Bus —— (The People Mover/The B Line)	October 15, 1992
Cape Cod Regional Transit Authority	May 18, 1992
Carey's Bus Lines, Inc.	November 1, 1986
Coach Company, The (Kinson Bus Lines)	January 1, 1985
Connecticut Transit Authority (CTTRANSIT)	September 7, 1993
Dee Bus Service	January 1, 1982
Drummond, H.T., Inc.	January 1, 1985
Edmar Limousine Service, The	May 21, 1998
Gray Line Framingham Commuter Corp.	January 1, 1980
Greater Attleboro - Taunton Regional Transit Authority	January 1, 1982
Greenfield Montague Transit Authority	January 1, 1979
Hingham/Boston Commuter Boat Service	January 1, 1979
Interstate Coach	January 1, 1980
Kinson Bus Lines (The Coach Company)	January 1, 1985
Lexpress	January 1, 1982
Logan Express	January 29, 1996
Lowell Regional Transit Authority	January 1, 1980
Massachusetts Bay Transit Authority (includes The Ride)	January 1, 1979
Mass Rides	February 1, 2004
Merrimack Valley Regional Transit Authority	May 1, 1983
Montachusett Regional Transit Authority	January 1, 1980
Peter Pan Bus Lines, Inc. —— (formerly Priority Express)	August 15, 1988
Pioneer Valley Transit Authority	January 1, 1979
Plymouth & Brockton Street Railway Co.	January 1, 1980
Rabbit Transit, Inc.	January 1, 1982
Trembly Motor Coach Service, Inc.	January 1, 1980
Vocell Co., Inc.	January 1, 1980
Worcester Gray Line, Inc.	January 1, 1980
Worcester Regional Transit Authority	January 1, 1980
Yankee Line, Inc., A	March 13, 1994

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

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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.

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

A. Cancellations

***RULE 19. DISCOUNTS**

Multi-Car

An individual (or lawfully married individuals residing in the same household), who owns two or more automobiles and purchases coverage from the same company for at least two such automobiles, shall be entitled to a reduction of the premium applicable to Coverage Parts 1, 2, 4, 5, 7, 8 and 9. At least two of the automobiles must be private passenger vehicles as defined in Rule 27, except that vehicles classified as antiques are not eligible. Refer to Miscellaneous Rating Factors page for applicable discount.

MASSACHUSETTS PRIVATE PASSENGER AUTOMOBILE INSURANCE MANUAL

Miscellaneous Rating Factors

DEDUCTIBLES (RULE 16)

Deductibles:	<u>\$1,000*</u>	<u>\$2,000*</u>	\$100** <u>Glass</u>
Collision:	.63	.48	Not Applicable
Limited Collision:	.54	.32	Not Applicable
Comprehensive:	.75	.67	.84
Including Fire, Theft and Combined Additional Coverages			
*Charges based on \$500 Deductible Premium		\$300 Deductible - \$9	
**Applies to otherwise determined premium		\$500 Deductible - \$12	
Collision Waiver of Deductible Charges:		\$1,000 Deductible - \$15	
		\$2,000 Deductible - \$23	

SUBSTITUTE TRANSPORTATION (RULE 17)

	<u>\$15/Day, \$450 Maximum</u>	<u>\$30/Day, \$900 Maximum</u>	<u>\$45/Day, \$1,350 Maximum</u>	<u>\$100/Day, \$3,000 Maximum</u>
Private Passenger:	\$12	\$63	\$146	\$300
Motorcycle:	\$45	\$90	\$167	\$346

DISCOUNTS (RULE 19)

Multi-Car:	5% Parts 1, 2, 4, 5, 7, 8 and 9
Annual Mileage:	0-3,000 miles - 15% Parts 1-9 and 12 3,001-5,000 miles - 10% Parts 1-9 and 12 5,001-7,500 miles - 5% Parts 1-9 and 12
Passive Restraint:	25% Parts 2, 3, 6 and 12
Away at School:	10% Parts 1, 2, 4, 5, 6, 7, and 9
Good Student:	10% Parts 1, 2, 4, 5, 6, 7, and 9
New Vehicle:	Group 1 - 12% Parts 1, 2, 4, 5, 6, 7, and 9 Group 2 - 8% Parts 1, 2, 4, 5, 6, 7, and 9 Group 3 - 4% Parts 1, 2, 4, 5, 6, 7, and 9
MyUSAA Legacy:	10% Parts 1-12

MODEL YEAR RATING (RULE 20)

Rating Factors for Model Year Rates Not Shown in the Rate Section

		Symbol															
Collision		1	2	3	4	5	6	7	8	10	11	12	13	14	15	16	17
Model Year																	
1998		0.96	0.96	0.96	0.96	0.96	0.96	0.96	0.96	0.96	0.96	0.96	0.96	0.96	0.96	0.96	0.96
1997		0.93	0.92	0.92	0.92	0.92	0.92	0.92	0.92	0.92	0.92	0.92	0.92	0.91	0.91	0.91	0.91
1990-96		0.83	0.83	0.83	0.83	0.82	0.82	0.82	0.82	0.81	0.81	0.81	0.81	0.81	0.81	0.81	0.80
Comprehensive		1	2	3	4	5	6	7	8	10	11	12	13	14	15	16	17
Model Year																	
1998		0.99	0.99	0.99	0.99	0.99	0.99	0.99	0.99	0.99	0.99	0.99	0.99	0.99	0.99	0.99	0.99
1997		0.99	0.99	0.99	0.99	0.99	0.98	0.98	0.98	0.98	0.98	0.98	0.98	0.98	0.98	0.98	0.98
1990-96		0.97	0.97	0.97	0.97	0.97	0.96	0.96	0.96	0.96	0.96	0.96	0.96	0.96	0.96	0.96	0.96

Apply the factor above for the model year and symbol of the vehicle to the 1999 model year rates on the rate page.
For 1989 and prior model year vehicles, see Rule 20.

MASSACHUSETTS PRIVATE PASSENGER AUTOMOBILE INSURANCE MANUAL

RESERVED FOR FUTURE USE

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

***RULE 19. DISCOUNTS**

Multi-Car

An individual (or lawfully married individuals residing in the same household), who owns two or more automobiles and purchases coverage from the same company for at least two such automobiles, shall be entitled to a reduction of the premium applicable to Coverage Parts 1, 2, 4, 5, 7, 8 and 9. At least two of the automobiles must be private passenger vehicles as defined in Rule 27, except that vehicles classified as antiques are not eligible. Refer to Miscellaneous Rating Factors page for applicable discount.

Public Transit

~~A discount of the premiums paid for Part 4 and Part 7 coverages will be given to eligible policyholders who provide evidence of purchase of eleven monthly passes or tickets from a qualifying mass transit system during the automobile policy period. Refer to the Miscellaneous Rating Factors page for the applicable discount.~~

~~1. Eligibility~~

~~The vehicle must be a private passenger vehicle as defined in Rule 27 and be classified as use class 10, 15, 17, 18, 20, 21, 25 or 26 for a minimum of eleven of twelve months of the policy year. In addition, the vehicle must not be driven to work or school ten days or more per month. A minimum of eight of the eleven monthly passes or tickets may be submitted, provided other evidence of purchase is submitted for the missing passes or tickets. The insurer shall collect all such passes and other evidence used by a policyholder to obtain the discount.~~

~~**NOTE:** If a policyholder purchases a pre-paid non-refundable annual pass and furnishes proof of such purchase, the discount will be applied to the current policy rather than the expiring policy.~~

~~2. Replaced Vehicles~~

~~The discount will be computed on the basis of combined earned premium for Parts 4 and 7 provided the replacement vehicle otherwise qualifies for the discount. If the insured changes insurance companies and replaces the vehicle at the same time, the second company will be responsible for the discount provided the policy has been in effect six months or more.~~

~~3. Application of Discount~~

~~A discount will be applied to Part 4 and 7 premiums for each eligible vehicle. If there is only one eligible operator with more than one vehicle, the discount will be applied to the vehicle with the higher combined premium. If the policy insures only one vehicle, but there are two or more eligible operators, the discount shall be applied only once. If two or more vehicles and operators are eligible for discount, the discount shall first be applied to the vehicle which develops the highest combined premium for Parts 4 and 7, and then in descending order to the vehicle with the lowest combined premium.~~

~~This discount is fully earned and returnable directly to the policyholder unless the policyholder directs that the discount be applied as a credit to premium charges for a renewal policy or it is used to offset undisputed outstanding premium due the insurer. The maximum discount per eligible vehicle is \$75.~~

~~4. Qualifying Massachusetts Transit Systems~~

~~Refer to the Rate Section for a list of approved public transit systems.~~

~~5. The public transit discount shall be applied to the final premium as previously calculated and as previously adjusted by the applicable Merit Rating Plan points or credit, including class 15.~~

Good Student Discount

A rated operator is eligible for the good student discount if:

a) the rated operator is a full time high school, college, or university student ~~with less than six years of driving experience~~ under age 25 and

b) has met one of the following requirements during the school term immediately preceding the policy or renewal effective date:

- (1) in the upper 20% of the class scholastically; or
- (2) maintained a "B" average; in a numerical system, maintained a 3 average on a 4 point scale; or
- (3) the student is included in a "dean's list" or "honor roll" for scholastic achievement.

The discount is applied as shown on the Miscellaneous Rating Factors page.

Away at School Discount

If a rated operator with less than six years of driving experience is an unmarried full time student residing at an educational institution without a vehicle over 100 miles away from home, apply Away at School discount to Parts 1, 2, 4, 5-7, and 9 as shown on the Miscellaneous Rating Factors page.

New Vehicle Discount

A discount for Parts 1, 2, 4, 5-7, and 9 shall be afforded for private passenger autos and trucks that are classified in vehicle age groups 1, 2, or 3.

From January 1 through September 30, vehicle age group 1 is comprised of vehicles having a model year that is greater than or equal to the current calendar year. Vehicle age group 2 would be comprised of vehicles having a model year one year older than the current calendar year. Vehicle age group 3 would be comprised of vehicles having a model year two years older than the current calendar year. The remainder of the vehicles would be classified as vehicle age group 4.

From October 1 through December 31, vehicle age group 1 is comprised of all vehicles having a model year that is greater than the current calendar year. Vehicle age group 2 would be comprised of vehicles having a model year equal to the current calendar year. Vehicle age group 3 would be comprised of vehicles having a model year one year older than the current calendar year. The remainder of the vehicles would be classified as vehicle age group 4.

Refer to the Miscellaneous Rating Factors page for the applicable discount.

MASSACHUSETTS PRIVATE PASSENGER AUTOMOBILE INSURANCE MANUAL

Miscellaneous Rating Factors

DEDUCTIBLES (RULE 16)

Deductibles:	<u>\$1,000*</u>	<u>\$2,000*</u>	\$100** <u>Glass</u>
Collision:	.63	.48	Not Applicable
Limited Collision:	.54	.32	Not Applicable
Comprehensive:	.75	.67	.84
Including Fire, Theft and Combined Additional Coverages			
*Charges based on \$500 Deductible Premium		\$300 Deductible - \$9	
**Applies to otherwise determined premium		\$500 Deductible - \$12	
Collision Waiver of Deductible Charges:		\$1,000 Deductible - \$15	
		\$2,000 Deductible - \$23	

SUBSTITUTE TRANSPORTATION (RULE 17)

	<u>\$15/Day, \$450 Maximum</u>	<u>\$30/Day, \$900 Maximum</u>	<u>\$45/Day, \$1,350 Maximum</u>	<u>\$100/Day, \$3,000 Maximum</u>
Private Passenger:	\$12	\$63	\$146	\$300
Motorcycle:	\$45	\$90	\$167	\$346

DISCOUNTS (RULE 19)

Multi-Car:	5% Parts 1, 2, 4, 5, 7, 8 and 9
Public Transit:	10% Property Damage and Collision \$75 Maximum per eligible vehicle
Annual Mileage:	0-3,000 miles - 15% Parts 1-9 and 12 3,001-5,000 miles - 10% Parts 1-9 and 12 5,001-7,500 miles - 5% Parts 1-9 and 12
Passive Restraint:	25% Parts 2, 3, 6 and 12
Away at School:	10% Parts 1, 2, 4, 5, 6, 7, and 9
Good Student:	10% Parts 1, 2, 4, 5, 6, 7, and 9
New Vehicle:	Group 1 - 12% Parts 1, 2, 4, 5, 6, 7, and 9 Group 2 - 8% Parts 1, 2, 4, 5, 6, 7, and 9 Group 3 - 4% Parts 1, 2, 4, 5, 6, 7, and 9
MyUSAA Legacy:	10% Parts 1-12

MODEL YEAR RATING (RULE 20)

Rating Factors for Model Year Rates Not Shown in the Rate Section

		Symbol															
Collision		1	2	3	4	5	6	7	8	10	11	12	13	14	15	16	17
Model Year																	
1998	0.96	0.96	0.96	0.96	0.96	0.96	0.96	0.96	0.96	0.96	0.96	0.96	0.96	0.96	0.96	0.96	0.96
1997	0.93	0.92	0.92	0.92	0.92	0.92	0.92	0.92	0.92	0.92	0.92	0.92	0.92	0.91	0.91	0.91	0.91
1990-96	0.83	0.83	0.83	0.83	0.82	0.82	0.82	0.82	0.82	0.81	0.81	0.81	0.81	0.81	0.81	0.81	0.80

		Symbol															
Comprehensive		1	2	3	4	5	6	7	8	10	11	12	13	14	15	16	17
Model Year																	
1998	0.99	0.99	0.99	0.99	0.99	0.99	0.99	0.99	0.99	0.99	0.99	0.99	0.99	0.99	0.99	0.99	0.99
1997	0.99	0.99	0.99	0.99	0.99	0.99	0.98	0.98	0.98	0.98	0.98	0.98	0.98	0.98	0.98	0.98	0.98
1990-96	0.97	0.97	0.97	0.97	0.97	0.96	0.96	0.96	0.96	0.96	0.96	0.96	0.96	0.96	0.96	0.96	0.96

Apply the factor above for the model year and symbol of the vehicle to the 1999 model year rates on the rate page.
For 1989 and prior model year vehicles, see Rule 20.

MASSACHUSETTS PRIVATE PASSENGER AUTOMOBILE INSURANCE MANUAL

Qualifying Massachusetts Transit Systems

The following transit systems have been approved by the Commissioner of Insurance for inclusion in the Public Transit Discount (Rule 19):

	Approved As Of
American Eagle Motor Coach, Inc. —— (formerly Medeiros Bus Co., Inc.)	February 1, 1984
Andre Coachlines, Inc.	January 1, 1984
Arrow Line, Inc., The	January 1, 1980
Bay State Spray & Provincetown	February 1, 1984
Berkshire Regional Transit Authority	January 1, 1982
Bloom's Bus Line	December 1, 1980
Bonanza Bus Lines, Inc.	September 1, 1983
Brockton Area Transit Authority	January 1, 1979
Brush Hill Transportation Co.	October 15, 1992
Burlington Transportation Bus —— (The People Mover/The B Line)	October 15, 1992
Cape Cod Regional Transit Authority	May 18, 1992
Carey's Bus Lines, Inc.	November 1, 1986
Coach Company, The (Kinson Bus Lines)	January 1, 1985
Connecticut Transit Authority (CTTRANSIT)	September 7, 1993
Dee Bus Service	January 1, 1982
Drummond, H.T., Inc.	January 1, 1985
Edmar Limousine Service, The	May 21, 1998
Gray Line Framingham Commuter Corp.	January 1, 1980
Greater Attleboro - Taunton Regional Transit Authority	January 1, 1982
Greenfield Montague Transit Authority	January 1, 1979
Hingham/Boston Commuter Boat Service	January 1, 1979
Interstate Coach	January 1, 1980
Kinson Bus Lines (The Coach Company)	January 1, 1985
Lexpress	January 1, 1982
Logan Express	January 29, 1996
Lowell Regional Transit Authority	January 1, 1980
Massachusetts Bay Transit Authority (includes The Ride)	January 1, 1979
Mass Rides	February 1, 2004
Merrimack Valley Regional Transit Authority	May 1, 1983
Montachusett Regional Transit Authority	January 1, 1980
Peter Pan Bus Lines, Inc. —— (formerly Priority Express)	August 15, 1988
Pioneer Valley Transit Authority	January 1, 1979
Plymouth & Brockton Street Railway Co.	January 1, 1980
Rabbit Transit, Inc.	January 1, 1982
Trembly Motor Coach Service, Inc.	January 1, 1980
Vocell Co., Inc.	January 1, 1980
Worcester Gray Line, Inc.	January 1, 1980
Worcester Regional Transit Authority	January 1, 1980
Yankee Line, Inc., A	March 13, 1994

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.

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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.

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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

A. Cancellations

***RULE 19. DISCOUNTS**

Multi-Car

An individual (or lawfully married individuals residing in the same household), who owns two or more automobiles and purchases coverage from the same company for at least two such automobiles, shall be entitled to a reduction of the premium applicable to Coverage Parts 1, 2, 4, 5, 7, 8 and 9. At least two of the automobiles must be private passenger vehicles as defined in Rule 27, except that vehicles classified as antiques are not eligible. Refer to Miscellaneous Rating Factors page for applicable discount.

Good Student Discount

A rated operator is eligible for the good student discount if:

- a) the rated operator is a full time high school, college, or university student [under age 25](#) and
- b) has met one of the following requirements during the school term immediately preceding the policy or renewal effective date:
 - (1) in the upper 20% of the class scholastically; or
 - (2) maintained a "B" average; in a numerical system, maintained a 3 average on a 4 point scale; or
 - (3) the student is included in a "dean's list" or "honor roll" for scholastic achievement.

The discount is applied as shown on the Miscellaneous Rating Factors page.

Away at School Discount

If a rated operator with less than six years of driving experience is an un-married full time student residing at an educational institution without a vehicle over 100 miles away from home, apply Away at School discount to Parts 1, 2, 4, 5-7, and 9 as shown on the Miscellaneous Rating Factors page.

New Vehicle Discount

A discount for Parts 1, 2, 4, 5-7, and 9 shall be afforded for private passenger autos and trucks that are classified in vehicle age groups 1, 2, or 3.

From January 1 through September 30, vehicle age group 1 is comprised of vehicles having a model year that is greater than or equal to the current calendar year. Vehicle age group 2 would be comprised of vehicles having a model year one year older than the current calendar year. Vehicle age group 3 would be comprised of vehicles having a model year two years older than the current calendar year. The remainder of the vehicles would be classified as vehicle age group 4.

From October 1 through December 31, vehicle age group 1 is comprised of all vehicles having a model year that is greater than the current calendar year. Vehicle age group 2 would be comprised of vehicles having a model year equal to the current calendar year. Vehicle age group 3 would be comprised of vehicles having a model year one year older than the current calendar year. The remainder of the vehicles would be classified as vehicle age group 4.

Refer to the Miscellaneous Rating Factors page for the applicable discount.

MASSACHUSETTS PRIVATE PASSENGER AUTOMOBILE INSURANCE MANUAL

Miscellaneous Rating Factors

DEDUCTIBLES (RULE 16)

Deductibles:	<u>\$1,000*</u>	<u>\$2,000*</u>	\$100** Glass
Collision:	.63	.48	Not Applicable
Limited Collision:	.54	.32	Not Applicable
Comprehensive:	.75	.67	.84
Including Fire, Theft and Combined Additional Coverages			
*Charges based on \$500 Deductible Premium		\$300 Deductible - \$9	
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Collision Waiver of Deductible Charges:		\$1,000 Deductible - \$15	
		\$2,000 Deductible - \$23	

SUBSTITUTE TRANSPORTATION (RULE 17)

	<u>\$15/Day, \$450 Maximum</u>	<u>\$30/Day, \$900 Maximum</u>	<u>\$45/Day, \$1,350 Maximum</u>	<u>\$100/Day, \$3,000 Maximum</u>
Private Passenger:	\$12	\$63	\$146	\$300
Motorcycle:	\$45	\$90	\$167	\$346

DISCOUNTS (RULE 19)

Multi-Car:	5% Parts 1, 2, 4, 5, 7, 8 and 9
Annual Mileage:	0-3,000 miles - 15% Parts 1-9 and 12 3,001-5,000 miles - 10% Parts 1-9 and 12 5,001-7,500 miles - 5% Parts 1-9 and 12
Passive Restraint:	25% Parts 2, 3, 6 and 12
Away at School:	10% Parts 1, 2, 4, 5, 6, 7, and 9
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MyUSAA Legacy:	10% Parts 1-12

MODEL YEAR RATING (RULE 20)

Rating Factors for Model Year Rates Not Shown in the Rate Section

		Symbol															
Collision	Model Year	1	2	3	4	5	6	7	8	10	11	12	13	14	15	16	17
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	1997	0.93	0.92	0.92	0.92	0.92	0.92	0.92	0.92	0.92	0.92	0.92	0.92	0.91	0.91	0.91	0.91
	1990-96	0.83	0.83	0.83	0.83	0.82	0.82	0.82	0.82	0.81	0.81	0.81	0.81	0.81	0.81	0.81	0.80
		Symbol															
Comprehensive	Model Year	1	2	3	4	5	6	7	8	10	11	12	13	14	15	16	17
	1998	0.99	0.99	0.99	0.99	0.99	0.99	0.99	0.99	0.99	0.99	0.99	0.99	0.99	0.99	0.99	0.99
	1997	0.99	0.99	0.99	0.99	0.99	0.98	0.98	0.98	0.98	0.98	0.98	0.98	0.98	0.98	0.98	0.98
	1990-96	0.97	0.97	0.97	0.97	0.97	0.96	0.96	0.96	0.96	0.96	0.96	0.96	0.96	0.96	0.96	0.96

Apply the factor above for the model year and symbol of the vehicle to the 1999 model year rates on the rate page.
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MASSACHUSETTS PRIVATE PASSENGER AUTOMOBILE INSURANCE MANUAL

RESERVED FOR FUTURE USE

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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.

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

A. Cancellations

***RULE 19. DISCOUNTS**

Multi-Car

An individual (or lawfully married individuals residing in the same household), who owns two or more automobiles and purchases coverage from the same company for at least two such automobiles, shall be entitled to a reduction of the premium applicable to Coverage Parts 1, 2, 4, 5, 7, 8 and 9. At least two of the automobiles must be private passenger vehicles as defined in Rule 27, except that vehicles classified as antiques are not eligible. Refer to Miscellaneous Rating Factors page for applicable discount.

Good Student Discount

A rated operator is eligible for the good student discount if:

- a) the rated operator is a full time high school, college, or university student [under age 25](#) and
- b) has met one of the following requirements during the school term immediately preceding the policy or renewal effective date:
 - (1) in the upper 20% of the class scholastically; or
 - (2) maintained a "B" average; in a numerical system, maintained a 3 average on a 4 point scale; or
 - (3) the student is included in a "dean's list" or "honor roll" for scholastic achievement.

The discount is applied as shown on the Miscellaneous Rating Factors page.

Away at School Discount

If a rated operator with less than six years of driving experience is an un-married full time student residing at an educational institution without a vehicle over 100 miles away from home, apply Away at School discount to Parts 1, 2, 4, 5-7, and 9 as shown on the Miscellaneous Rating Factors page.

New Vehicle Discount

A discount for Parts 1, 2, 4, 5-7, and 9 shall be afforded for private passenger autos and trucks that are classified in vehicle age groups 1, 2, or 3.

From January 1 through September 30, vehicle age group 1 is comprised of vehicles having a model year that is greater than or equal to the current calendar year. Vehicle age group 2 would be comprised of vehicles having a model year one year older than the current calendar year. Vehicle age group 3 would be comprised of vehicles having a model year two years older than the current calendar year. The remainder of the vehicles would be classified as vehicle age group 4.

From October 1 through December 31, vehicle age group 1 is comprised of all vehicles having a model year that is greater than the current calendar year. Vehicle age group 2 would be comprised of vehicles having a model year equal to the current calendar year. Vehicle age group 3 would be comprised of vehicles having a model year one year older than the current calendar year. The remainder of the vehicles would be classified as vehicle age group 4.

Refer to the Miscellaneous Rating Factors page for the applicable discount.

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

***RULE 19. DISCOUNTS**

Multi-Car

An individual (or lawfully married individuals residing in the same household), who owns two or more automobiles and purchases coverage from the same company for at least two such automobiles, shall be entitled to a reduction of the premium applicable to Coverage Parts 1, 2, 4, 5, 7, 8 and 9. At least two of the automobiles must be private passenger vehicles as defined in Rule 27, except that vehicles classified as antiques are not eligible. Refer to Miscellaneous Rating Factors page for applicable discount.

Public Transit

~~A discount of the premiums paid for Part 4 and Part 7 coverages will be given to eligible policyholders who provide evidence of purchase of eleven monthly passes or tickets from a qualifying mass transit system during the automobile policy period. Refer to the Miscellaneous Rating Factors page for the applicable discount.~~

~~1. Eligibility~~

~~The vehicle must be a private passenger vehicle as defined in Rule 27 and be classified as use class 10, 15, 17, 18, 20, 21, 25 or 26 for a minimum of eleven of twelve months of the policy year. In addition, the vehicle must not be driven to work or school ten days or more per month. A minimum of eight of the eleven monthly passes or tickets may be submitted, provided other evidence of purchase is submitted for the missing passes or tickets. The insurer shall collect all such passes and other evidence used by a policyholder to obtain the discount.~~

~~**NOTE:** If a policyholder purchases a pre-paid non-refundable annual pass and furnishes proof of such purchase, the discount will be applied to the current policy rather than the expiring policy.~~

~~2. Replaced Vehicles~~

~~The discount will be computed on the basis of combined earned premium for Parts 4 and 7 provided the replacement vehicle otherwise qualifies for the discount. If the insured changes insurance companies and replaces the vehicle at the same time, the second company will be responsible for the discount provided the policy has been in effect six months or more.~~

~~3. Application of Discount~~

~~A discount will be applied to Part 4 and 7 premiums for each eligible vehicle. If there is only one eligible operator with more than one vehicle, the discount will be applied to the vehicle with the higher combined premium. If the policy insures only one vehicle, but there are two or more eligible operators, the discount shall be applied only once. If two or more vehicles and operators are eligible for discount, the discount shall first be applied to the vehicle which develops the highest combined premium for Parts 4 and 7, and then in descending order to the vehicle with the lowest combined premium.~~

~~This discount is fully earned and returnable directly to the policyholder unless the policyholder directs that the discount be applied as a credit to premium charges for a renewal policy or it is used to offset undisputed outstanding premium due the insurer. The maximum discount per eligible vehicle is \$75.~~

~~4. Qualifying Massachusetts Transit Systems~~

~~Refer to the Rate Section for a list of approved public transit systems.~~

~~5. The public transit discount shall be applied to the final premium as previously calculated and as previously adjusted by the applicable Merit Rating Plan points or credit, including class 15.~~

Good Student Discount

A rated operator is eligible for the good student discount if:

a) the rated operator is a full time high school, college, or university student ~~with less than six years of driving experience~~ under age 25 and

b) has met one of the following requirements during the school term immediately preceding the policy or renewal effective date:

- (1) in the upper 20% of the class scholastically; or
- (2) maintained a "B" average; in a numerical system, maintained a 3 average on a 4 point scale; or
- (3) the student is included in a "dean's list" or "honor roll" for scholastic achievement.

The discount is applied as shown on the Miscellaneous Rating Factors page.

Away at School Discount

If a rated operator with less than six years of driving experience is an unmarried full time student residing at an educational institution without a vehicle over 100 miles away from home, apply Away at School discount to Parts 1, 2, 4, 5-7, and 9 as shown on the Miscellaneous Rating Factors page.

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From October 1 through December 31, vehicle age group 1 is comprised of all vehicles having a model year that is greater than the current calendar year. Vehicle age group 2 would be comprised of vehicles having a model year equal to the current calendar year. Vehicle age group 3 would be comprised of vehicles having a model year one year older than the current calendar year. The remainder of the vehicles would be classified as vehicle age group 4.

Refer to the Miscellaneous Rating Factors page for the applicable discount.