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**Rule 1 Policy Types**

**Basic Policy**
The basic policy provides coverages for any vehicle described in the policy declarations. Coverage is available for private passenger autos, pickups, vans, motor homes, trailers, motorcycles, snowmobiles, ATVs, plus others. Each of the vehicle types are described in the following pages.

**Named Non-Owner Policy**
Named Non-Owned coverage provides personal auto liability, medical payments and uninsured motorists bodily injury coverage to an individual who does not own a vehicle or has access to any personal use vehicle on a regular basis. Coverage does not extend to any vehicles owned by members of the household in which the named insured resides or any other vehicles accessible to the named insured on a regular basis. There should be only one driver, the named insured, on a Named Non-Owner policy. Coverage applies only to non-owned vehicles and only to the person listed on the Declarations page.

Named Non-Owner policies are available for private passenger autos only. Business/Artisan use is unacceptable.

Named Non-Owner Coverage endorsement will be attached to the policy.

**Rule 2 Policy Terms**
Semi-annual and annual policy terms are available.

**Rule 3 Unit Type Descriptions**

**Private Passenger Group**

**Private Passenger Auto**
A private passenger auto is a four or six wheel motor vehicle that is either owned or leased under the provisions of a long term contract of at least six months, and that is neither used as a public or private livery conveyance for passengers nor rented to others without a driver.

**Antique or Exhibition Cars**
A car of the private passenger type that is at least twenty-five years old and which is maintained solely for use in functions of interest to the public, such as club activities, exhibitions and parades and used for other purposes on occasions. Antique/Exhibition cars are rated based on stated amount.

**Classic Car**
A classic or special valued car is a motor vehicle of the private passenger type which is at least ten years old and may be used on regular basis by the insured. The value of such vehicles may be significantly greater than for vehicles of comparable make and model year because of limited production, fine workmanship or special construction. Classic cars are rated based on stated amount.

**Conversion Vehicles**
Conversion vehicles are vans, pickups, or utility vehicles requiring physical damage coverage which have conversion packages of more than $10,000 of custom parts and equipment. These vehicles are rated based on stated amount.

**Electric Vehicle**
Electric vehicles are vehicles with one or more electric motors for propulsion. These vehicles are designed for highway use and can exceed 35 miles per hour. (Hybrid vehicles are not included in this unit type.) Electric vehicles are rated based on stated amount.

**Extended Non-Owned**
The Extended Non-Owned Coverage endorsement may be used for an individual who owns an auto but also drives borrowed or rented autos. Coverage is available when an individual is not employed by a garage and a car is furnished for the regular use of the named insured, his/her spouse or relatives residing in the same household as the named insured.

If Bodily Injury and Property Damage Insurance coverages are extended under a policy, Medical Payments coverage may be offered.

Extended Non Owned is not available to individuals employed by a garage.
**Golf Cart**

Golf Carts are three or four wheel motorized vehicles of limited power used on golf courses for purposes of carrying one or more individuals and their golf equipment. Electric Cars designed for highway use that do not exceed 35 miles per hour are rated as a Golf Cart. These vehicles are rated based on stated amount.

**High Value Vehicles**

High value vehicles are:

1. Vehicles produced by the following makes are considered High Value vehicles: Aston Martin, Bentley, Bugatti, Ferrari, Lamborghini, Maserati, Maybach, Rolls-Royce; or
2. Any vehicle with cost new amount greater than $150,000.

High value vehicles are rated based on stated amount.

**Motor Home Group**

A motor home is a self-propelled motor vehicle having a living area constructed into the chassis. The living area must include cooking and sleeping facilities. All motor homes will be rated based on the current value of the unit. In determining rates for a custom built motor home, the model year is determined by the model year of the chassis. Motor homes can only be used for recreational purposes. Insured must maintain permanent residence elsewhere.

Motor Home models include:

- **Conventional Motor Home (MHA) – Class A**
  
  Built on a truck chassis with one single cab and living compartment constructed by an RV manufacturer.

- **Camper Van (MHB) – Class B**
  
  A van type vehicle which conforms to the Motor Home definition. Generally the original van manufacturer’s van body shell remains visible and all other features are installed by the RV manufacturer. (This category does NOT include Conversion Vans because they do not meet the definition above).

- **Mini Motor Home (MHC) – Class C**
  
  Built on a van or truck chassis with the original manufacturer’s cab typically remaining visible. The RV manufacturer constructs all other features.

Motor Home/Travel Trailer Endorsement will be attached to the policy.

**Trailer Group**

Liability is afforded under the towing vehicle for all trailers. All trailers are rated with stated amount.

**Travel Trailer**

Non self-propelled units, equipped, designed or used as living quarters (including facilities for dining, cooking, plumbing or refrigeration), designed to be towed or pulled by a motorized vehicle are eligible for insurance on the policy, provided the insured maintains a permanent residence that is separate from the trailer. All Trailers will be rated based on their current value. Once a travel trailer has been removed from a policy, the same travel trailer cannot be reinstated to the same policy. Travel trailers include:

- **Recreational Trailer**
  
  Designed for vacation/camping use. Towed by an automobile or truck with a bumper hitch. Equipped with bathing, cooking and sleeping facilities. May have additional options such as air conditioning and awnings.

- **Fifth-Wheel**
  
  Similar to the conventional model, but has a raised forward section above a fifth wheel coupling device, creating a unique bi-level dimension; specially designed devices are generally mounted to pickup beds.

- **Pop-Up Tent**
  
  Constructed with collapsible sidewalls that fold or slide down for easy towing by a light vehicle. Typically less than 12 feet long. Ranges from 15 to 23 feet (when opened). Very basic with few luxuries. Larger unit may contain a refrigerator, stove and/or furnace, and may sleep up to eight people.
Recreational Cargo
These are specific types of Travel Trailers or Fifth Wheel Trailers that have a special compartment in the back to transport horses, ATVs, etc.

Pickup Camper
A portable camper body designed to be loaded onto and unloaded from a pickup truck and is designed to provide temporary living quarters for recreational or camping use by the named insured. Pickup campers cannot be used as permanent residence or for business or commercial purposes.

Utility Trailer/Horse Trailers
Any trailer that does not include living quarters shall be considered as a horse/utility trailer, which also includes transport trailers.

Motor Home/Travel Trailer Endorsement will be attached to the policy.

Motorcycle/ATV/Snowmobile Group
Motorcycles (except for Antique Motorcycles), ATV, and Snowmobiles are rated based on their symbol and engine size. Antique Motorcycles are rated based on actual cash value.

Motorcycle
A motorcycle is a two-wheeled or three wheeled motor vehicle, powered by an engine. The following motorcycle types are considered for rating:

Touring
Designed for long distance touring. Common features include large fairings and windshield, large-capacity fuel tanks, and storage space.

Sport-Touring
Sub-category of Touring which has greater agility than the Touring bikes.

Sport Group
Also known as bullet bikes. Designed for optimum speed, acceleration, braking, and maneuverability. Typically has a more aerodynamic design than most bikes.

Cruisers
Usually includes a V-twin, full view engine, swept-back and/or high handlebars with forward-set foot pegs and a stepped seat for two (e.g. Honda Shadow and Yamaha V-Star).

Mopeds
A lightweight motorized bike that can be pedaled as well as driven by a low-powered gasoline engine.

Scooter
A two-wheeled vehicle with small wheels and a low-powered gasoline (or electric) engine geared to the rear wheel (e.g., Honda Reflex, Yamaha Razz, all Vespas).

Harley Davidson
Regular/Standard
Basic motorcycle that usually features upright seating for one or two passengers (e.g., Norton Roadster, Honda CB550, BMW K100). This is a catchall category for all motorcycles that do not fall into the other classes.

Dirt Bikes/Enduros
An off-road type motorcycle, equipped with lights and mirrors that is designed to be ridden on unpaved surfaces but is approved for highway use (e.g., Honda XR Series, Kawasaki KLX Series, Yamaha WR Series).

Antique Motorcycles
Antique motorcycles are define as motorcycles that are 25 years or older. They will be rated and settled based on the stated amount value of the motorcycle. The stated amount value limit of the motorcycle should include any custom equipment. When physical damage coverage is requested, both Other than Collision and Collision must be purchased. All vintage motorcycles with physical damage coverage rated on a stated amount value basis must select Other than Collision and Collision deductibles of at least $250.
All-Terrain Vehicle
An All-Terrain Vehicle (ATV) is a small, three, four or six wheel motorized vehicle designed for off-road use. They come equipped with balloon tires or crawler treads designed for rugged terrain or rugged terrain and water.

Rhode Island Motorcycle/ATV Coverage Endorsement will be attached to the policy.

Snowmobile
A motor vehicle specifically equipped with wheels or crawler type treads or belts for travel over ice, snow or land rather than public roads. Those vehicles using fans or airplane type propellers shall not be classified and rated as snowmobiles.

Snowmobile Endorsement will be attached to the policy.

Rule 4 Garaging/Territory Factor Determination
 Territory is determined by the zip code, city, and county where each vehicle is principally garaged. The premium will be calculated pro-rata if there is a territory change resulting in a rate adjustment. For Named Non Owner policies, the territory is assigned based on the residential address of the insured.

Out of State Garaging Territory
A vehicle that is owned by an insured, and registered in the state for which the policy is issued, shall be rated using the Out of State Garaging Territory, if the vehicle is garaged outside of the state the policy is issued in, for a period of time in excess of half the policy period. Acceptable reasons for such out of state garaging are Students Away at School, Temporary work situations, and Military Personnel stationed out of state.

The vehicle must be garaged in the state of policy issuance for at least 3 months of the year.
Vehicles with out of state registration, or which become registered in a state other than that which the policy is issued, must be insured by a policy issued for the state in which they are registered.

Rule 5 Peace Of Mind Package
The insured may select the Peace of Mind package option at new business or at renewal for an additional premium. The Peace of Mind Package option includes Immediate Accident Surcharge Forgiveness and Deductible Credit.
Please refer to the At-Fault Accident Surcharge Forgiveness Rule and Deductible Credit Rule for more details on how these features work.

Peace of Mind Package will be attached to the policy.

Rule 6 Driver Information
Any household members licensed or permitted to drive an insured’s vehicle must be listed on the policy. Individuals are considered to be part of the household if sharing a common address with the named insured.
Age, Gender, and Marital Status are some of the factors used to determine the Driver Class Factor.

Age
The term refers to the age attained at the last birthday prior to the effective date of the policy term. Drivers age 25 and under who have a birthday within 90 days of the policy term effective date or the endorsement effective date for adding such driver to the policy will be automatically rated based on the age of the upcoming birthday. The rated age will be used to determine the driver codes.

Gender

Marital Status
An individual who is legally married and resides with his or her spouse will be considered “Married.” “Married” shall also include civil unions and domestic partnerships.
Rule 7 Driver Exclusions
Licensed persons are considered for rating unless they have a separate in force policy or they are excluded. Drivers that are excluded are not rated on any unit, including ATV, Snowmobile, or any off-road vehicles. Any person may be excluded from coverage except:

1. Any named insured; or
2. Members of the household with their own policy elsewhere or with ACIC.

Drivers exclusions are mandatory for individuals who are no longer driving, never been licensed or have a driver’s license with a status of:

- Surrendered licensed
- Revoked
- Permanent Suspension

Individuals who have never been licensed or who have a permanently revoked license are unacceptable risks and must be excluded. Include the reason for the exclusion and driver’s license number on the application.

The Driver Exclusion form must be signed by the named insured. This form should be sent to and retained by ACIC. To delete a Driver Exclusion ACIC requires a request signed by the named insured to add the excluded driver to the policy or unit and all the appropriate driver information. Underwriting must give prior approval to delete a Driver Exclusion.

If the driver is excluded for all vehicles, the individual will be listed as excluded in the system. The excluded driver’s name will appear on the Declaration Page indicating the exclusion from all units.

The Named Driver Exclusion Election form will be included with all policies with an excluded driver. The excluded driver name will also appear on the form.

Rule 8 List Only Household Drivers
All drivers in the household shall be listed. If the listed drivers meet any of the criteria listed below, agent can identify them as a list-only driver and will not be considered in rating:

- Never been licensed and does not drive. Does not apply when Driver Exclusion is available (see Rule 7).
- No longer driving (i.e. surrendered license). Does not apply when Driver Exclusion is available (see Rule 7).
- Maintains their own auto policy with ACIC or another carrier.

However, the named insured cannot be list-only drivers:

Rule 9 License Status/Types

Valid License
A driver can have an active US, Canadian, or Foreign License.

Revoked, Suspended, and Expired License
New Business drivers who have revoked, suspended or expired licenses are not acceptable. Points will be assigned to drivers who had a revoked, suspended, or expired license, but now have a valid driver’s license at renewal.

Learner’s Permit
Drivers with a learner’s permit will not be considered for rating until they receive their license for street legal vehicles. The policyholder must notify ACIC when the driver obtains their driving license.

Foreign Driver’s License
Drivers with a valid foreign or international driver’s license but do not have a valid U.S. or Canadian license. Insured must obtain a U.S. driver’s license within thirty days of the original effective date of the policy.

Rule 10 Experience Period
The experience period shall be the three years immediately preceding the effective date of a new or renewal policy.
Rule 11 Vehicle Use

Business Use
The use of the vehicle is required by or customarily involved in the duties of the applicant or any other person customarily operating the car in his occupation, profession or business other than driving to or from his principal place of occupation, profession or business.

Pleasure Use
Vehicles are not used for business/commercial/farm purposes or commuting to work or school.

Farm Use
Pick-up trucks, Sport Utility vehicles, or vans used primarily on a farm, ranch, or orchard and not used for commuting purposes.

Work Low (0-14.99 miles)
Vehicles used to drive back and forth to work or a commuter parking facility less than fifteen miles one way.

Work High (15 miles or more)
Vehicles used to drive back and forth to work or a commuter parking facility fifteen miles or more one way.

School Low (0-14.99 miles)
Vehicles used to drive back and forth to school less than fifteen miles one way.

School High (15 miles or more)
Vehicles used to drive back and forth to school fifteen miles or more one way.

Artisan Use
Vehicles used to transport tools or other materials by the insured in a trade or business are acceptable and considered artisan use if all the following conditions are met:

- There is only one vehicle in this category on the policy
- The insured visits no more than two job sites per day
- The vehicle is owned or leased by an individual, not a corporation or partnership
- The vehicle is operated solely by the named insured or other resident relative.
- The vehicle is not used to transport explosives, chemicals, flammable materials, or more than 500 pounds of supplies or equipment
- The vehicle’s load capacity does not exceed one ton, and does not have a gross vehicle weight rating (according to the manufacturer’s specifications) greater than 10,000 pounds.

Rule 12 Driver/Vehicle Assignment
All vehicles must have an assigned driver.

- When there are more drivers than vehicles on a policy, multiple drivers will be assigned to a particular vehicle. In this case, the higher ranked driver will be the rated driver of that vehicle.
- If there are more vehicles than drivers, multiple vehicles will be assigned with the same driver. In this case, the higher ranked vehicle will be rated with that driver. The remaining vehicles that are assigned to this driver will be rated with the excess vehicle factor.
- List only household drivers are not assigned to any vehicle. Occasional operator status is only possible if there are multiple drivers assigned to a vehicle (vehicles < drivers policies).
- If two or more drivers have the same combined bodily injury liability driver class factor, the assignment order of the drivers is determined by their listing order. The same logic applies to the vehicles with the same ranking.
Rule 13 Vehicle Age/Model Year Factors

Vehicle age is used for motorhomes, motorcycles, and trailers. Model year factors are used for private passenger unit types. For the following list of vehicle types, Vehicle Age/Model Year factor does not apply to Physical Damage Coverage:

- Classic/Stated Amount Vehicles
- Conversion Vehicles
- Golf Carts
- Electric Cars
- High Value Vehicles
- Antique/Exhibition Cars
- Antique Motorcycles

Vehicle age is considered “0” if the model year of the vehicle is the same as the current calendar year or later. Vehicle Age Factor and Model Year Factor are mutually exclusively. Vehicle Age factor does not apply to Named Non-Owner policies.

New Model Year factors, not shown in the rate pages, shall be used in increments of 5% above the preceding model year for Other Than Collision and Collision Coverages as each subsequent model year is introduced.

Rule 14 Years Licensed Factor

A Years Licensed Factor will be applied to premiums for Bodily Injury, Property Damage, Medical Payments, Collision, Other Than Collision, Uninsured Motorists Bodily Injury and Uninsured Motorists Property Damage based on the driver’s number of years licensed at the time the policy is issued or renewed.

If the operator has been insured in Rhode Island during the 6 months preceding the application for coverage, or if evidence of prior licensure is available, years licensed will be determined by the number of full years the operator has held a valid driver’s license at the time the policy is issued.

The number of years licensed will be determined based on the operator’s date first licensed and the policy effective date, truncated to the nearest full year of driving experience. If the date first licensed is not provided by the insured, American Commerce will assign the Years Licensed factor based on the earliest possible date the driver’s license could be obtained in Rhode Island.

If the operator has not been insured in Rhode Island during the 6 months preceding the application for coverage, and no evidence of prior licensure is available, the operator will be assigned a Years Licensed Factor equal to zero (0) years. The Rhode Island driving experience will be used thereafter to assign the Years Licensed Factor.

These factors will only apply to private passenger type vehicles, as defined in Rule 2.

Rule 15 Symbols

Physical Damage Symbols

Symbolled Vehicles

The ISO Risk Analyzer Personal Auto (RAPA) Model Year Program is used to assign symbols to rate Other than Collision and Collision coverage on private passenger vehicles. Symbols are assigned to private passenger vehicles with a model year 1981 or later, and are based on cost new, vehicle attributes (VIN), model year, and coverage.

The following private passenger vehicle types will not utilize RAPA symbols for physical damage rating:

- Pre 1981 vehicles; and
- 1981 to 1990 vehicles with a cost new greater than $80,000.

These vehicles must be rated as a Classic or Antique unit type, on a Stated Amount basis and will have a non-RAPA symbol assignment of 00/00.

Physical damage symbols do not apply to classic vehicles, conversion vehicles, golf carts, high value vehicles, motor homes, trailers, antique/exhibition vehicles.

Snowmobiles and motorcycles, except for vintage motorcycles, are assigned symbols based on the unit type.
Non-Symbolled vehicles:

- If a vehicle does not have a symbol established, use the Prior Model Year’s Symbol for that vehicle for the current model year.
- If a vehicle does not have a Symbol established, and the Prior Model Year version of the vehicle is not symbolled or does not exist, determine the Symbol for the current model year by using the Price New (MSRP) of the current model year to determine character one of the Symbol. The second character of the symbol will always be K.

Liability Symbols

ACIC uses ISO symbols for liability coverage on all private passenger autos for which symbols are available. Symbols are automatically generated by our system based on the vehicle identification number or the model year, make, and body style of the vehicle. Liability symbol 950 applies if an ISO liability symbol is not available.

Rule 16 Motorcycle Class Factor

The Motorcycle Class factors are determined by the motorcycle symbols and its engine size. Street-legal motorcycles, off-road motorcycles, off-road ATV’s, antique motorcycles and snowmobiles all utilize this Motorcycle Class factor for rating.

Rule 17 Year/Make/Model/Vehicle Type (YMMVT) Factor

This factor is developed for vehicles with model years of 1981 and newer. All makes, models and body style will be listed with the intention of adjusting rates based on these vehicle characteristics. The YMMVT factors apply to private passenger autos and motorcycles (except for antique motorcycles and snowmobiles).

Rule 18 Policy Level Discounts

Policy discounts are applied to all coverages and vehicle types indicated in the rating algorithm. The criteria for each discount are listed below. If a policy qualifies for multiple policy discounts, all applicable discounts will be added and applied to the policy.

Auto Club Member Discount

This discount is applicable when a named insured or spouse is an active member of an approved Auto Club and provides ACIC with the membership number and member since date. A policy may receive an Auto Club Member discount or an Auto Club Plus Member discount depending on their current membership plan.

Loyal Customer Discount

This discount will begin to apply at the third annual renewal and continue for the life of the policy. The discount continues if a policy lapses for nonpayment and is reinstated. This discount can also be applied at new business if the insured had:

- A policy with a MAPFRE USA company; or
- If the named insured came from a policy with another MAPFRE USA company due to divorce or separation; or
- When a child under the age of 25 leaves an existing MAPFRE USA policy to establish his or her own MAPFRE USA auto policy.

Multi-Policy Discount

Applicable if the named insured has a vehicle policy and homeowner, renter, or condo policy with ACIC. Policies must be listed under a single client. Vehicle policyholders with a Rhode Island Homeowner policy insured with a coastal carrier, are eligible for a discount.
**Affinity Discount**

Affinity Discount Groups are assigned to groups of business that represent either a lower expense structure or a higher retention benefit.

The level of commission paid on a policy will designate the level of the discount. The list of groups that qualify for this discount and the appropriate discount level are indicated in the rating algorithm. If more than one Affinity group applies, the agent/CSR will apply the affinity group that offers the highest discount to the policyholder.

**Rule 19 Policy Level Credits**

Policy Credits are applied at new business only and gradually diminish over several terms. For each Policy Credit, subtract the Credit Drawdown to arrive at that particular policy credit factor.

**Advance Shopping Credit**

Applicable if the named insured obtains a valid quote seven or more days before the policy effective date and the insured has at least six months of prior insurance with no lapse in coverage. This discount does not apply to individuals who are currently insured by any MAPFRE USA company to ensure that cancel/rewrites do not qualify for this credit.

The Advance Shopping Credit will apply at new business and will continue for several consecutive renewal terms.

The Advance Shopping Credit and Welcome Back Credit are mutually exclusive.

**Welcome Back Credit**

Applicable if the named insured is currently insured with another carrier but was previously insured with a MAPFRE company. The following criteria must be met to be eligible for this credit:

1. The insured must have been previously insured with a MAPFRE company for at least six months; and
2. The insured must have no prior lapse in coverage within the last three years; and
3. The Insured must have prior continuous insurance with a company(s) other than a MAPFRE company, for a maximum of 36 months prior to returning to MAPFRE.

The Welcome Back Credit will apply at new business and continue for several consecutive renewal terms.

Exceptions:

- The insured is not eligible for this credit if they were previously insured with a MAPFRE company under a state insurance plan.
- The insured is not eligible for this credit if they were previously canceled due to Fraud or Underwriting reasons.

The Welcome Back Credit and Advance Shopping Credit are mutually exclusive.

**Rule 20 Driver Level Discounts**

Driver discounts are applied to coverages and vehicle types as indicated in the rating algorithm. The discounts can be added midterm if the individual becomes eligible at that time. The criteria for each discount are listed below. If a driver qualifies for multiple driver discounts, all applicable discounts will be added and applied to the driver.

**Safe Driver**

The Safe Driver Discount is applicable to drivers who do not have chargeable accident(s) and/or moving violations in the experience period.
**Defensive Driver**

A 5% discount is applicable to Bodily Injury, Property Damage Liability, Medical Payments and Collision coverages for a private passenger vehicle which is principally operated by an insured assigned as the rated driver of the vehicle, and who:

- Is age 55 or older;
- Has a completion certificate, dated within the most recent 24 months, certifying that he or she has successfully completed an approved motor vehicles accident prevention course; and
- During the most recent three years has not been involved in an at-fault accident, or convicted, pleaded guilty, or nolo contendere to a moving traffic violation.

This discount shall apply to new and renewal policies with inception dates within the 24-month period following the course completion date, and may apply only once to each such auto regardless of the number of operators with course completion certificates.

This discount does not apply if the insured is taking the course pursuant to a court order.

**Distant Student**

Applicable to drivers that meet all of the following criteria:

- Not the named insured or spouse.
- Temporarily lives and attends school more than 100 miles away from home.
- Age 17-24.
- Does not have a vehicle at school.

**Good Student**

Applicable to a driver under the age of 25 who is full-time high school student or full-time college/university student with:

- A 3.00 GPA on a 4.00 grading scale;
- A 3.50 on a 5.00 grading scale or B average; or
- Recognition via scholastic achievement such as “Dean’s List” or “Honor Roll”.

**teenSMART™ Driver**

Applicable to drivers under the age of 21 that are certified as having successfully completed the teenSMART™ program. The discount will be applied at any time during a policy term upon notification from ADEPT that the driver qualifies for the discount. If certification is completed within the first 60 days of the policy term or the date the driver was added to the policy, the discount will be applied retroactively to the inception date of the policy or the date the driver was added to the policy.

**Motorcycle Safety Course**

The Motorcycle Safety Course Discount is applicable to drivers who successfully complete a qualified motorcycle safety course. Documentation of course completion must be provided to Underwriting within 30 days of application. The discount remains for a period of five years from the original effective date of the discount. Such course shall be completed within one year prior to the initial application of the discount or, for subsequent applications of the discount, within one year prior to the expiration of the current discount period. This discount can be applied at new business, renewal, or when the driver is added to the policy. If proof of successful completion of such course is submitted during the term of a policy, any premium modification shall become effective upon the next renewal. The discount provided by this section shall not be applicable to physical damage insurance coverage for motorcycles.
**Rule 21 Vehicle Level Discounts**

Vehicle discounts apply to the coverages and unit types indicated in the rating algorithm. Vehicle discounts can be applied midterm.

*Airbag*

Applicable if the vehicle has factory installed airbags that meet Federal Motor Vehicle Safety Standards. There are four levels of discount:
- Driver side front airbag only.
- Driver side and passenger side front airbags.
- Driver side and passenger side front and side/head airbags.
- Driver side and passenger side front and side/head and rear passenger side/head airbags.

*Anti-Theft*

Other Than Collision coverage premiums are eligible for discounts in accordance with the following provisions:
- "Alarm Only Device" means a device which sounds an audible alarm that can be heard at a distance of at least three hundred (300) feet for a minimum of three (3) minutes.
- "Active Disabling Device" means a device which disables the vehicle by making the fuel, ignition or starting system inoperative and a separate manual step is required to engage the device.
- "Passive Disabling Device" means a device which disables the vehicle by making the fuel, ignition or starting system inoperative and a separate manual step is not required to engage the device.
- "Vehicle Recovery System Service" means an electronic unit installed in a vehicle that is activated after the vehicle is stolen. When activated, the device provides information to law enforcement officials or another public or private entity regarding the vehicle's location. The system provides for the routine delivery of the information to the appropriate law enforcement entity to assist in the recovery of the vehicle.

*Definitions*

- "Passive" means that a separate manual step is not required to engage the device.
- "Active" means that a separate manual step is required to engage the device.

*Hybrid Vehicle*

The Hybrid Vehicle Discount applies to all vehicles considered to be hybrids. Hybrids combine the best features of the internal combustion engine with an electric motor.

**Rule 22 Policy Level Surcharges**

Policy surcharges are applied to all coverages and vehicle types indicated in the rating algorithm.

*Unacceptable Risk*

The Unacceptable Risk Surcharge applies if there are any individuals or vehicles in the household that are determined to be unacceptable risks based on the unacceptable risks stated in our underwriting guidelines.

*Undisclosed Resident Driver*

A surcharge will be applied when Underwriting discovers any unlisted residents or dependent drivers in the household that were not listed or disclosed. Once the surcharge has remained on the policy for 36 months, the surcharge will be automatically removed at the next renewal.

**Rule 23 Driver Level Surcharges**

Driver surcharges are applied to coverages and vehicle types indicated in the rating algorithm.

*Inexperienced High Performance Motorcycle Operator*

Applies to any driver age 16 or older who does not have a motorcycle endorsement/license or has a motorcycle endorsement/license less than one year and is assigned to a street-sport or high-performance motorcycle. The surcharge may be removed at renewal.
**Unverified Driving Record**
This surcharge applies to any driver for whom ACIC cannot verify his/her driving records with the state’s Department of Motor Vehicles. The surcharge will be removed if ACIC receives a valid MVR. This surcharge should not be applied in conjunction with the Out-of-State License surcharge or the Foreign/International license surcharge.

**Foreign/International License**
A driver’s license other than a U.S. or Canadian License shall be considered a Foreign/International License. The surcharge may be removed mid-term with evidence of a U.S. or Canadian License. The surcharge will apply for 12 months after evidence of a U.S. or Canadian License is submitted.

**Rule 24 Drive Advisor® Factor**
DriveAdvisor® is a voluntary program available to eligible operators to promote safe, accident-free driving. As a DriveAdvisor participant, the insured will be provided with instruction on how to enroll in the program using a mobile application. This application will collect data, which is analyzed for the purposes of providing on-line feedback and information about the insured’s driving patterns. The data collected will also be used to develop a score, which will then translate into a specified discount. Participation in the DriveAdvisor® Program is subject to the program’s terms and conditions.

The DriveAdvisor® Program is available to insureds who meet the following eligibility requirements:

- The insured’s policy must provide coverage for at least one of the following vehicle types: Personal Auto, Conversion Vehicle, Electric Vehicle, or High Value Vehicle.
- Eligible drivers are members of the household who are listed as drivers and possess a valid driver’s license. At least one member of the household must meet this requirement for the discount to apply. List only and excluded drivers do not qualify.
- The qualifying driver must have their own compatible smartphone.
- The qualifying driver must provide a valid email address.

**Application of the Program**
Policyholders will receive up to a 5% discount when initially enrolling in the program. To maintain the discount, participants must:

1. Download the mobile application;
2. Log into the application; and
3. Record at least 1 trip, within 30 days of enrollment.

Failure to do so will result in removal of the discount effective as of the date of enrollment.

Upon renewal, a score will be applied to each driver. Those drivers enrolled in DriveAdvisor® will be assigned a Score Band based on information that is collected from a smartphone. Drivers who are not participating in the program will be assigned a Score Band 12. An enrolled driver who does not record a minimum of 20 trips and 200 miles for at least 20 days within 90 days of the policy renewal will be assigned a Score Band 11. The DriveAdvisor score for the policy will be assessed upon each renewal term by dividing the sum of the factors for all ratable drivers by the number of ratable drivers on the policy. The applicable score bands and factors can be found within the rate pages.

Driver(s) can un-enroll from the DriveAdvisor® Program at any time. In addition, gaps in recording trips of 90 or more days prior to the policy renewal will un-enroll the participant from the program. The discount factor associated with the un-enrolled driver(s) will remain in place for the remainder of the policy term and be removed at the subsequent renewal.

Driver(s) can re-enroll at any time. However, re-enrolled drivers are not eligible to receive the initial enrollment discount and are assigned a Score Band 13 until the renewal of the policy following a 12 month waiting period. At this renewal, the driver(s) will be placed in Score Band 11, and at the next renewal the score band calculation will revert to the smartphone data process described above.
**Rule 25 Tier Placement**

Financial Merit (FM) Code and Responsibility (R) Level are used to determine the tier for the policy. Tiers are assigned factors by coverage and by unit type.

For Renewals effective 1/20/2019 and later, R Level will not be used in Tier movement determination for private passenger vehicles.

**Responsibility Level**

The Responsibility Level is based on prior continuous insurance, lapse in coverage, and prior Bodily Injury limits for the named insured.

**Prior insurance with another carrier**

Prior insurance exists if an insured has maintained coverage with no more than 30 days lapsed in the past six months. Proof must include prior BI limits if greater than 25/50. Acceptable proof of insurance includes:

- Company Issued ID cards*
- Current Declaration Page
- Renewal offer from prior carrier*
- Cancellation/Non-renewal notice*
- Print outs from an agency management system
- Current Carrier*

*Acceptable proof if current limits are 25/50 or less

**Exception to prior insurance requirement:**

Compliant without insurance

- Maintained a bond that meets state requirements
- Never had a car before
- Out of the country with no car
- Active Duty Military Member overseas

**Lapse days with prior carrier**

Number of days lapsed within the preceding following term. The following categories are used to determine the appropriate factor.

- 0 days
- 1 to 30 days
- 31+ days (considered to have no prior insurance)

**Prior BI limits with prior carrier**

The following categories are used to determine the appropriate “Responsibility Level:”

**Level 1:** Limits equal to or greater than 100/300 (or 300 CSL).

**Level 2:** Limits greater than or equal to 50/100 (or 100 CSL) but less than 100/300 (or 300 CSL).

**Level 3:** Limits Less than 50/100 (or CSL 100).

**Level 5:** Compliant without insurance.

**Financial Merit**

The ChoicePoint Attract 3.0 Model is used to determine an insurance score for the First Named Insured. The “Credit Score Group for Incomplete Files” table will be used to determine the FM code, if the report was:

- No Hit: Unable to find a match based on the ordering information provided.
- No Score: Not enough information on file to return a score.
- If the First Named Insured is under age 19: no score is run. If there is a spouse on the policy that is older, a credit score will be ordered on that spouse.
- Connection to the vendor is not available.
- Customer denies access.

The Financial Merit Score will be ordered once every 12 months if requested by the named insured. If the score has improved, the new score will be used.
Risk Assignment Profile

The Risk Assignment Profile (RAP) is calculated using policy level attributes which are evaluated independently. The assessment of each attribute is then aggregated to arrive at the final RAP Assignment Level which is associated with a premium factor. The premium factor is applied to major coverages.

The Risk Assignment Profile applies to New and Renewal Business and is re-calculated at each renewal based on the policy attributes. The movement between RAP assignment levels may be limited upon renewal.

Rule 26 Unit Core Factor

The Unit Core Discount is applied to each unit depending on the composition of the following policy attributes:
- Unit Type Group – private passenger, motor home and trailer;
- Tier;
- Residence Type;
- Payment Plan;
- Multi or Single Vehicle;

The discount is applied to the policy at inception or at renewal and will change if any of the attributes change, with the exception to payment plans. If the payment plan changes, it will be reflected in the unit core factor at renewal.

Rule 27 Policy Composition Factor

The Policy Composition Factor is applied to all unit types by coverage and is determined by the composition of the following policy attributes:

**Multi Car**

More than one private passenger vehicle type.

**First Named Insured Marital Status**

Widows, those in civil unions and those in domestic partnerships are considered married.

**Homeowner**

An insured that owns the home or condominium in which he/she resides. Renters and mobile homeowners do not qualify as Homeowner.

**Adult/Youthful Driver Relationship**

Exists when at least one driver on the policy is under the age of 25 and another driver on the policy is at least 15 years older than the younger driver.

**Age of First Named Insured**

Based on the policy effective date and the date of birth of the first named insured.

**Solitary Married Insured**

Applies in an instance when there is an odd number of non-list–only married insureds on the policy (does not included widows).

Rule 28 At-Fault Accident Surcharge Forgiveness

At-Fault Accident Surcharge Forgiveness will forgive at-fault accidents over $1,500 as defined in Accident/Violation Rule. There are two types of At-Fault Accident Surcharge Forgiveness.

**Immediate Accident Surcharge Forgiveness**

With the purchase of the Peace of Mind package, ACIC will waive the first surchargeable at-fault accident that occurs in any 36-month period AFTER the original policy inception date if all the following conditions are met:
- There is no other waived at-fault accident on the policy.
- The driver and the vehicle were listed and rated on the policy when the accident occurred.
Accident Surcharge Forgiveness
If the Peace of Mind package is not purchased, ACIC will waive the first surchargeable at-fault accident that occurs in any 48-month period AFTER the original policy inception date if all the following conditions are met:

- The policy has been in force for at least four years.
- There is no other waived at-fault accident on the policy.
- The driver and the vehicle were listed and rated on the policy when the accident occurred.

Accident Surcharge Forgiveness will be attached to the policy.

Rule 29 Deductible Credit
ACIC will reduce the applicable Other than Collision and Collision deductible by $100 for each year that the policy remains claims free until the modified deductible amount effectively reaches $0 or up to a maximum credit of $500, whichever occurs first. The deductible credit will be re-set to $0 for the following policy term if there is any claim reported on any vehicle of the policy. After the credit is reset in the subsequent term, the policy will continue to earn deductible credits in $100 annual increments for each year of the policy without the occurrence of any claims on any vehicle on the policy.

The policyholder must purchase the Peace of Mind Package to qualify for Deductible Credit.

Rule 30 Transitional Rate Cap Factor
A Transitional Rate Cap Factor is used for renewals to moderate a given rate filing impact for Renewal Policies and create a gradual transition to calculated rates. In order to minimize rate disruption for these policyholders, the renewing policies will receive the Transitional Rate Cap Factor.

The Transitional Rate Cap Factor is applied for 3 renewals for annual policies (6 renewals for 6-month policies) or until the policy reaches the actual calculated rates, whichever comes first. The actual rates apply if the policy has not reached the calculated rates by the 4th renewal for annual policies (7th for 6-month policies).

The Transitional Rate Cap Factor (as calculated for renewal) will also be applied to policyholder-initiated midterm changes that occur subsequent to the renewal of the policy, such as increases in limits, additional vehicles, additional drivers, additional coverages, etc.

Subsequent rate changes are to be applied in conjunction with, not in addition to, these transitional rate caps; therefore subsequent rate increases may require an extension in the duration of this rule and/or an adjustment to the amount of the Transitional Rate Cap Factor.

Rule 31 Reserved For Future Use

Rule 32 Physical Damage Coverage
The following physical damage coverages are available with several deductible options. Vehicles can have different deductibles on a multi-vehicle policy.

Collision
Vehicles cannot have Collision coverage without Other Than Collision coverage.

Other Than Collision Coverage
At least one vehicle on a multi-vehicle policy must carry liability coverage. Other Than Collision only coverage is available to private passenger autos, conversion vehicle, electric vehicle, classic vehicle, and high value vehicles.

Other Than Collision with Zero Glass Deductible
The selected deductible does not apply to damage repair or replacement of glass used in windshield, doors and windows of the insured vehicle. This coverage must be offered to all vehicles providing Other Than Collision coverage.

Rule 33 Bodily Injury And Property Damage Coverage
Bodily Injury and Property Damage Limits are required to be equal to or higher than the minimum financial responsibility limits of Rhode Island and must be the same for all vehicles on the policy.

Motorcycles will automatically receive Guest Passenger Liability. This coverage provides legal liability to the insured in the event that a guest passenger is injured on the insured motorcycle. The Guest Passenger Liability limit will equal the selected Bodily Injury limit.
Rule 34 Uninsured/Underinsured Motorists Coverage

This coverage must be afforded at limits equal to the Bodily Injury Limits under every policy providing insuring liability.

Uninsured/Underinsured Motorists Insurance

This form of coverage may be afforded only if bodily injury liability coverage has been purchased. The insured has the option to select lower limits which are not less than those required by the State Minimum Financial Responsibility Laws. The named insured also has the option to reject his coverage in its entirety. Any selection or rejection of coverage requires completion of appropriate selection/rejection form. If no selection or rejection form is received than the Company will automatically add Uninsured Motorist coverage at the policy’s current BI limits. When Uninsured Bodily Injury is afforded under a policy, it applies to all vehicles that are covered under the policy.

Once increased limits are rejected under a policy, any policy that subsequently renews, reinstates, transfers, modifies or substitutes for such policy need not include the offer for increased limits unless requested by the named insured.

A Named Non-Owner Policy can be extended to afford such coverage and the rates shall be those applicable to owners.

Bodily Injury

The following provisions apply to owners

- Every automobile liability insurance policy issued or delivered to the owner of a motor vehicle that is registered or principally garaged in Rhode Island shall afford Uninsured Motorists Insurance, on a per policy basis, for bodily injury at limits equal to the liability limits afforded under the policy.

- Such coverage shall apply to all vehicles insured under the policy in accordance with the provisions of the Personal Auto Policy &/or Rhode Island Amendatory Endorsement attached to the policy.

Exceptions

- Limits lower than the policy limits may be selected by the named insured, but such lower limits may not be less than the Split Limit Bodily Injury liability minimum financial responsibility requirements.

- For policies affording minimum liability limits of Split Limit Bodily Injury coverage, the named insured may reject Bodily Injury Uninsured Motorists Coverage completely. In doing so, the named insured must sign the Rhode Island Uninsured Motorists Bodily Injury Rejection Notice and Warning Form.

- Once specific limits are selected by the named insured, any altered, amended, modified, reinstated, renewal, replaced, substituted or transferred policies issued by the Company need only afford the selected limits unless other limits are requested in writing by the named insured. However, it is required that the named insured is notified that Increased limits are available at the time that such policy is altered, amended, modified, reinstated, renewed, replaced, substituted or transferred.

Limits of Liability

Uninsured Motorists Bodily Injury increased limits shall be afforded up to the bodily injury liability limits afforded under the policy.

Property Damage

The following provisions apply for owners:

- Every automobile liability insurance policy issued or delivered to the owner of a motor vehicle registered or principally garaged in the State of Rhode Island shall afford Uninsured Motorists Insurance for Property Damage at limits equal to the Financial Responsibility Law limits required by Rhode Island, for those vehicles not covered for collision insurance.

- Such coverage need not be provided to those vehicles covered for collision unless specifically requested by the named insured. When afforded, coverage is subject to a $200 deductible.
Exceptions:
- The named insured has the right to reject such coverage or to request higher limits up to the Property Damage Liability limits afforded under the policy. Such request must be in writing.
- Once the coverage itself or higher limits are rejected by the named insured, any altered, amended, modified, reinstated, renewal, replacement, substitution for or transferred policy need not afford the coverage/higher limits unless requested by the named insured in writing. However, the insured must be notified of the availability of such coverage upon the renewal, reinstatement, amendment, alteration of, substitution for, modification, transfer or replacement of such policies.
- Any rejection or reduction of coverage requires completion of appropriate selection/rejection form.

Limits of Liability
Uninsured Motorists Property Damage increased limits shall be offered up to the property damage liability limits afforded under the policy.

In accordance with the authority vested in the Insurance Commissioner by R.I. Gen. Laws §§ 27-7-2.1(A) and 42-35-3, no policy insuring against loss resulting from liability imposed by law for bodily injury arising out of the ownership, maintenance, or use of a motor vehicle shall be delivered or issued for delivery in this State with respect to any motor vehicle registered or principally garaged in this State unless Uninsured/Underinsured Motorist Coverage is provided therein or supplemental thereto, in limits for property damage, bodily injury or death in limits set forth in each policy but in no instance less than the limit set forth in R.I. Gen. Laws § 31-31-7 and as hereinafter amended.

Section 3. Limits for Coverage Offered
Coverage as delineated in Section 2, infra, shall be afforded in an amount equal to the insured's liability limits. If the insured elects to purchase coverage in an amount less than the liability limits or rejects Uninsured/Underinsured Motorist Property Damage Coverage, such election and/or rejection must be in writing on a form and/or forms utilized for this purpose. In no event shall the Uninsured/Underinsured Motorist Bodily Injury limits be less than those for financial responsibility as required by statute.

Section 4. Results of Selection of Coverage
If an insured elects Uninsured/Underinsured Motorist limits which are less than the liability limits or rejects Uninsured/Underinsured Motorist Property Damage Liability coverage, these selections shall be followed and included in any renewal, supplementary, replacement or substitute policy, even if liability limits or insured vehicles are subsequently changed. However, where the insured elects Uninsured/Underinsured Motorist limits equal to the liability limits and the liability limits are later changed, the Uninsured/Underinsured Motorist limits will also change. In all instances, the insured may change any original or subsequent election by notifying the company in writing of his/her desire for such change.

Uninsured/Underinsured Motorist Property Damage limits may vary by unit.

Section 6. Rates for Property Damage Liability Coverage Caused by Collision
In accordance with R.I. Gen. Laws § 27-2-2.1(A), the twenty five thousand dollar ($25,000) rate for Property Damage Liability caused by collision is hereby established at the following levels for vehicles with a cost new valuation of eight thousand dollars ($8,000) or greater:

<table>
<thead>
<tr>
<th>Territory</th>
<th>Rate</th>
</tr>
</thead>
<tbody>
<tr>
<td>Territory 1</td>
<td>$38</td>
</tr>
<tr>
<td>Territory 2</td>
<td>$33</td>
</tr>
<tr>
<td>Territory 3</td>
<td>$30</td>
</tr>
<tr>
<td>Territory 4</td>
<td>$28</td>
</tr>
</tbody>
</table>

For vehicles with cost new valuations below eight thousand dollars ($8,000) or classified as symbol 1-7, the twenty five thousand dollar ($25,000) rate for this coverage is hereby established as follows:

<table>
<thead>
<tr>
<th>Territory</th>
<th>Rate</th>
</tr>
</thead>
<tbody>
<tr>
<td>Territory 1</td>
<td>$20</td>
</tr>
<tr>
<td>Territory 2</td>
<td>$18</td>
</tr>
<tr>
<td>Territory 3</td>
<td>$17</td>
</tr>
<tr>
<td>Territory 4</td>
<td>$14</td>
</tr>
</tbody>
</table>
For limits of coverage other than twenty five thousand dollar ($25,000) as elected by the insured for property
damage caused by collision, the rate shall be attained by multiplying the applicable valuation and territorial rate
as set forth above by the applicable limit factor established below:

<table>
<thead>
<tr>
<th>Limit</th>
<th>Factor</th>
</tr>
</thead>
<tbody>
<tr>
<td>$10,000</td>
<td>.95</td>
</tr>
<tr>
<td>$15,000</td>
<td>.96</td>
</tr>
<tr>
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<tr>
<td>$25,000</td>
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<tr>
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<tr>
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<tr>
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<td>1.58</td>
</tr>
<tr>
<td>$4,000,000</td>
<td>1.62</td>
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<tr>
<td>$5,000,000</td>
<td>1.64</td>
</tr>
<tr>
<td>$10,000,000</td>
<td>1.69</td>
</tr>
</tbody>
</table>

**Rule 35 Medical Payments Coverage**

A policy affording bodily injury liability insurance may also afford Medical Payments insurance. The Medical Payment
limit must be the same for all vehicles on a multi-car policy.

**Rule 36 Rental Reimbursement Coverage**

This optional coverage provides rental reimbursement up to the selected daily limit subject to the maximum per
occurrence limit. This coverage provides for the reimbursement to the insured for actual daily rental charges in the
event of loss to your covered auto.

Rental Reimbursement coverage may be purchased at the vehicle level at different limits provided that the private
passenger auto carries Other Than Collision or Collision/Other Than Collision coverages.

**Rule 37 Towing Coverage**

Towing is an optional coverage providing towing and labor cost reimbursement up to the selected limit per
disablement. This coverage is available only if Other Than Collision is afforded.

Towing applies to Private Passenger Vehicles (this does not include Golf Cart units, Named Non Owner and
Extended Non-Owned policies). Coverage is available for towing expenses incurred due to disablement at a location
other than your residence.

**Rule 38 Automaster Elite Endorsement and Auto Club Elite Endorsement**

AutoMaster Elite is a package endorsement available for purchase, which provides supplementary coverage to
private passenger autos covered under the policy.

Auto Club Elite is a package endorsement provided to policyholders with an active approved auto club membership.
Rule 39 Vacation Liability Coverage (Motor Homes or Travel Trailers)
Vacation Liability coverage provides general liability coverage to the insureds on the policy when a motor home or travel trailer is used as a temporary residence. The insured will only be eligible for this when the unit is parked at a location not owned by the insured or when the insured is not eligible for coverage under their homeowner insurance.
This coverage is available only for motor homes and travel trailers (excluding utility and horse trailers) to which Collision and Other Than Collision coverages are afforded.
Coverage shall be afforded in accordance with the Motor Home/Travel Trailer Endorsement.

Rule 40 Emergency Expense Allowance Coverage (Motor Homes or Travel Trailers)
Emergency Expense Allowance coverage provides reimbursement for certain expenses incurred as a result of loss for which Collision coverage or Other than Collision coverage applies and in which the motor home or travel trailer is rendered inoperable, in need of repair, or stolen and the loss occurs at least 50 miles from the insured’s residence.
This coverage is available only for motor homes and trailers (excluding utility and horse trailers) to which Collision and Other Than Collision coverages are afforded.
Coverage shall be afforded in accordance with the Motor Home/Travel Trailer Endorsement.

Rule 41 Replacement Cost Personal Effects Coverage (Motor Homes or Travel Trailers)
Replacement Cost Personal Effects means losses for household furnishings, radio and television antennas, awnings, cabanas and equipment to create additional living facilities for motor homes and travel trailers (excluding utility and horse trailers) are settled on a replacement cost basis if a total loss of the item occurs.
This coverage is available only for motor homes and travel trailers to which Collision and Other Than Collision coverages are afforded.
Coverage shall be afforded in accordance with the Motor Home/Travel Trailer Endorsement.

Rule 42 Additional Custom Equipment Coverage
Additional Custom Equipment Coverage provides up to a maximum of $10,000 for private passenger autos and $30,000 for motorcycles and snowmobiles. The vehicle is required to carry both Collision and Other than Collision.
“Custom Equipment” means parts, equipment, devices, accessories, enhancements, and changes, other than those that are offered by the manufacturer specifically for that vehicle model, or that are installed by the vehicle dealership as part of the original sale of a new vehicle, that:
- Are permanently installed or attached; and
- Alter the appearance or performance of a vehicle.
This includes stereos, tape or CD players, or any other electronic equipment or devices, including antennas that are permanently installed in a covered vehicle or use bolts or brackets, including slide-out brackets.
Coverage will be the lesser of actual cash value, declared value or actual cost to repair. The insured will be required to maintain and present proof of purchase and proper installation upon request.
Additional Custom Equipment Coverage Schedule will be attached to the policy.

Rule 43 Total Loss Replacement/Purchase Price Coverage (Motor Homes or Travel Trailers)
Total Loss Replacement/Purchase Price Coverage is an optional coverage available to motor homes or travel trailers at the time the qualifying motor home/travel trailer is added to the policy.
In the event of a total loss, if the motor home or travel trailer is four model years old or less, the customer can choose to replace motor home or travel trailer of similar make, class, size, and type and which has not been titled to anyone other than the insured, dealership, or manufacturer.
In all other instances of a covered total loss, the limit of liability will be the purchase price of the motor home or travel trailer.
This option is not available for the following:
- Motor Home over $500,000
- Trailer over $300,000
This coverage is available only for motor homes and travel trailers (excluding utility and horse trailers) to which Collision and Other Than Collision coverages are afforded.
**Rule 44 New Car Enhanced Coverage**

New Car Enhanced coverage provides replacement, retail value, repair provision, and/or loan/lease payoff loss settlement for qualifying losses. Coverage is available for new Private Passenger autos when both Other than Collision and Collision are included on the vehicle.

To qualify, the vehicle must:
- Have a model year that is not more than 2 years less than the current calendar year;
- Be less than $150,000 in value;
- Have not been previously titled; and
- Be insured for this coverage within one year of ownership

New Car Enhanced Coverage endorsement will be attached to the policy.

**Rule 45 Auto Loan/Lease Payoff Loss Settlement Coverage**

Auto Loan/Lease Coverage may be written on vehicles provided eligibility requirements are met such as:
- The vehicle is less than 3 years old, and not previously titled by the state,
- Auto Loan/Lease Coverage is requested for the vehicle within 30 days of the purchase,
- Both Collision and Other Than Collision exist on the vehicle; and
- Only vehicles that are classified as private passenger vehicles, pick-ups or vans are eligible for this coverage.

This coverage applies when a vehicle is stolen and not recovered within 30 days or sustains a covered total loss. However, the amount of liability in excess of ACV is limited to no more than 25% of the ACV of “your covered auto” at the time of the total loss under this Loan/Lease Payoff Loss Settlement Provision.

This coverage is available where there is a lessor or lien holder for the vehicle. A lessor or lien holder can only be a financial institution; it cannot be a private individual.

Loan/Lease Payoff Loss Settlement Endorsement will be attached to the policy.

**Rule 46 Minimum Vehicle Premium**

Minimum vehicle premiums apply to each policy. This rule does not pertain to Comprehensive only vehicles.

**Rule 47 Reserved For Future Use**
Rule 48 Billing and Fees

Customers have the option of choosing from several payment plans including Full Pay, Installments, and Electronic Funds Transfer (EFT). The associated fees are listed in the table below.

<table>
<thead>
<tr>
<th>Fee Type</th>
<th>Description</th>
</tr>
</thead>
<tbody>
<tr>
<td>Non-Sufficient Funds Fee (NSF)</td>
<td>After the first policy payment is made, the Non-Sufficient Funds ($25) fee will apply for each failed EFT transaction or check returned to the company for non-sufficient funds. This fee will be triggered by the billing code.</td>
</tr>
<tr>
<td>Installment Fee (EFT)</td>
<td>The installment fee of $2 is applied to each installment payment of an EFT pay plan other than the initial down payment of the new business or renewal term. The fee will not apply if the insured pays in full at the beginning of a renewal policy term.</td>
</tr>
<tr>
<td>Installment Fee (Non-EFT)</td>
<td>An installment fee of $5 is a service charge that is applied to each installment payment other than the initial down payment of the new business or renewal term. The fee will not apply if the insured pays in full at the beginning of a renewal policy term.</td>
</tr>
<tr>
<td>Cancel Fee</td>
<td>A cancel fee of $10.00 will be charged if the payment due is not received by the due date and or grace period of the date shown on the invoice, resulting in a Non-Pay Pending Cancel Notice.</td>
</tr>
</tbody>
</table>

Rule 49 Taxes/Regulatory Fees

Fraud/Theft Fund Assessment Fee

Section 31-50-4 of the General Laws of Rhode Island requires each insurer to pay an annual fee of $1.00 per motor vehicle to the General Treasurer for deposit in the Automobile Theft and Insurance Fraud Fund.

The purpose of the fund is to provide law enforcement agencies assistance to reduce the incidence of automobile theft and insurance fraud.

This fee is passed to the policyholder. New business and renewal policies will be charged a fee of $.50 per vehicle each six-month policy term in addition to the premium due ($1 for annual policy terms).

Rule 50 Suspension Of Coverage

Suspension of coverage is not available except as provided below:

- Liability Coverage shall be suspended only at the written request of the insured if the insured submits a signed statement that the owned auto will not be operated upon any highway during the period of suspension.
- Insurance may be suspended by endorsement in accordance with the following provisions provided the period of suspension is at least 30 consecutive days:
  - Insurance may be reinstated upon the named insured’s request effective not earlier than receipt of such request by the company or any of its authorized representatives.
  - The reinstatement endorsement shall not extend the policy beyond its original expiration date.
  - Pro rate premium credit shall be grated for the period of suspension.

Rule 51 Rating Territories

The rated territory for a vehicle is determined by the zip code, city and county where the vehicle is principally garaged.

Rule 52 Violations/Accidents

Violations/Accidents are calculated in accordance with R.I. Gen. Laws §27-9-53 & Insurance Regulation 25 (8).

Rule 53 Rate Making

Rates are calculated/determined in accordance with R.I. Gen. Laws §27-9-4, Consideration in Making of Rates: (4)(a)(1)(i).
Rule 54 Cancellation

Rule 55 Additive & Reductive Amounts
Rates/premium are calculated in accordance with Insurance Regulation 25 (5) & (6) & (7).

Rule 56 Underwriting Experience Factor
The Underwriting Experience Factor is used when ACIC acquires an agency book of business, and the agency’s loss experience on the book is determined to be within tolerance of ACIC’s permissible loss ratio. The Underwriting Experience Factor (UEF) is applied to minimize the rate disruption for the policyholder.

The Underwriting Experience Factor will be applied according to the filed parameters for a given book roll code listed in the Rating Manual.

The UEF is applied for the number of renewals filed for the book roll code or until the policy reaches its actual manual rates, whichever comes first.

If exposure changes occur on a book roll policy during the capping period such as an addition of a chargeable claim, change in deductible, change in coverages, etc; the UEF factor is applied to the uncapped current term premium reflecting the change(s) in exposure.

Note: The Underwriting Experience Factor was applied on 04/06/2015 and will remain for 5 years or until the policy reaches the actual manual rates, whichever comes first. The actual rates will apply if the policy has not reached the actual manual rates by the end of the 5th year.