

March 11, 2021

CIRCULAR LETTER TO ALL MEMBER COMPANIES

Re: UPDATE - Personal Auto Policy Manual Rule
5.A.4. Safe Driver Insurance Plan

By Circular Letter to All Member Companies A-20-2 dated December 21, 2020, the Rate Bureau announced revisions to the Personal Automobile Manual that are to become effective June 1, 2021. It has come to our attention that Rule 5 contains a typographical error which is identified below.

Rule 5 Safe Driver Insurance Plan

- Rule 5.A.4. has been corrected to reference 2.G. rather than 3.G.

For your convenience, please find the attached revised manual Rule 5.A.4 Safe Driver Insurance Plan. Reprinted manual pages will be distributed in the usual manner as soon as possible.

Please see to it that this Circular is brought to the attention of all interested personnel in your company.

Sincerely,

Andy Montano

Director, Personal Lines

AM:ko
A-21-3
Attachment

5. SAFE DRIVER INSURANCE PLAN (SDIP)

The provisions of this Rule apply separately to premiums for Bodily Injury Liability, Property Damage Liability, Medical Payments, Fire, Theft, Combined Additional Coverage, Comprehensive and Collision Coverages.

A. Eligibility

The Plan shall be applied in rating all eligible autos.

An auto is eligible for rating under this Plan if it is owned:

1. By an individual,
2. Jointly by two or more individuals resident in the same household,
3. By cohabitational partners in accordance with Rule **2.A.**, or
4. By a grantor/settlor of a trust and/or a trust in accordance with Rule **32.G.**;

provided such auto is:

1. A four wheel auto of the private passenger or station wagon type, or
2. A motor vehicle that is a pickup truck or van, if it:
 - a. Has a Gross Vehicle Weight as specified by the manufacturer of less than 14,000 lbs.; and
 - b. Is not used for the delivery or transportation of goods or materials unless such use is:
 - (1) Incidental to the insured's business of installing, maintaining or repairing furnishings or equipment; or
 - (2) For farming or ranching, or
3. A motorcycle, motorized scooter, auto glide or other similar motorized vehicle of the private passenger type.
