

TEXAS PRIVATE PASSENGER AUTOMOBILE RULE MANUAL

**For renewal policies issued on or after
October 15, 2018**



ALLIED PROPERTY AND CASUALTY INSURANCE COMPANY

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INTRODUCTION AND MANUAL SECTIONS

DEFINITIONS

This section includes the definitions of key terms and designations used throughout this manual.

GENERAL RULES

This section includes rules pertaining to Premium Adjustments and Cancellations, including premium refunds.

ADDITIONAL COVERAGE INFORMATION

This section includes rules, eligibility requirements, restrictions, conditions, and limitations with respect to the listed coverages.

RATING TERRITORY SCHEDULE

This section determines the applicable rating territory for risk being insured.

PREMIUM MODIFICATION RULES

This section provides the eligibility requirements for selected premium discounts and surcharges including any restrictions, conditions, and limitations. The actual discount and surcharge percentages/amounts are included in the Rating Tables.

MISCELLANEOUS COVERAGES AND FEATURES

This section lists rules, eligibility requirements, restrictions, conditions, and limitations with respect to the listed coverages and features.

MISCELLANEOUS RISKS

This section includes any special rating rules applicable for these risks.

DEFINITIONS

GENERAL DEFINITIONS

Eff. 10-15-18

A policy includes up to a total of four rated items per vehicle type (private passenger automobiles or utility trailers). If a **household** has more than four of any vehicle type, multiple policies will be required.

The following vehicle types are eligible to be written on a Nationwide personal auto policy:

A **Private Passenger Automobile**, defined as:

1. A four-wheel motor vehicle of the private passenger or station wagon type.
2. A four-wheel van or four or six-wheel pickup truck used solely for:
 - a. Pleasure, OR
 - b. Driving to and from a primary place of employment, OR
 - c. Transportation to and from business appointments and/or meetings, including the transportation of salespersons' samples, OR
 - d. Incidental hauling of:
 - (1) Equipment, OR
 - (2) Merchandise, OR
 - (3) Supplies used in commerce.

NOTE — Farm trucks of the van or pickup truck type may be rated as private passenger automobiles.

A **Utility Trailer** is designed for use with a private passenger automobile other than a trailer that is permanently equipped as living quarters or expands into temporary living quarters.

The following definitions apply to the listed terms used throughout this manual:

Applicant includes the Named Insured and any listed driver on the policy.

Company Car means a vehicle that is provided to an applicant through his or her place of employment that is customarily under the control and care (for both personal and business use) of members of the household.

Household includes all individuals residing at the Named Insured's address.

New Business refers to those applicants who currently do not have private passenger automobile insurance in force with a Nationwide Company. However, any applicant currently insured with a Nationwide Company at rates other than the rates outlined in this manual shall be considered new business. Also, if an applicant had most recently been insured by a Nationwide Company and a lapse in coverage in excess of 30 days has occurred, then the applicant will be considered as new business.

A **Policy Period** is six or twelve months, as offered by the Company.

Shopping Days are the number of days between when a new business quote is generated, with credit ordered, and the policy effective date.

Term, as referenced in this manual, means a time period lasting six months.

Terms with Nationwide are defined to be consecutive terms without lapse.

Vehicle Age is the difference between the current model year and the vehicle model year. The current model year changes effective October 1 regardless of the actual introductory dates of several makes and models (e.g., as of October 1, 2017, model year 2018 will be “age zero” and model year 2017 will be “age one”).

COVERAGE DESIGNATIONS

Eff. 10-15-18

The following coverages are referenced within this manual using the following designations:

BI	Bodily Injury Liability
PD	Property Damage Liability
MP	Medical Payments
COMP	Other than Collision
COMP GAP	Gap Loan/Lease Coverage - Other than Collision
COMP NCRP	New Car Replacement Plus Coverage - Other than Collision
COLL	Collision
COLL GAP	Gap Loan/Lease Coverage – Collision
COLL NCRP	New Car Replacement Plus Coverage – Collision
ID THEFT	Identity Theft or Identity Fraud Expenses Coverage
UM/UIM BI	Uninsured/Underinsured Motorists — Bodily Injury
UM/UIM PD	Uninsured Motorists / Underinsured Motorist Coverage — Property Damage
RSA	Roadside Assistance
RENTRE	Rental Reimbursement
PIP	Personal Injury Protection

VEHICLE TYPE AND MISCELLANEOUS RISK DESIGNATIONS

Eff. 10-15-18

The following vehicle types and miscellaneous risks are referenced within this manual using the following designations:

PPA	Private Passenger Automobile
UT	Utility Trailer
ENO	Extended Non-Owned Coverage
NNO	Named Non-Owner Policy Risk

GENERAL RULES

RATE EFFECTIVE DATE

Eff. 10-15-18

Rates are effective for all **new business**, with the exception of policies bound between 90 and 16 days prior to the **new business** effective date and with a policy effective date after the **new business** effective date. For all such policies, the approved rate in effect at the time the policy is bound shall apply. Should any such policy be subject to a policy level transaction during the **policy period**, the policy shall be rerated in accordance with the approved rate in effect at the time of the policy transaction.

PREMIUM ADJUSTMENT

Eff. 10-15-18

Changes made during the **policy period** are based on rates in effect at the inception of the **policy period**. The Company will collect or refund prorated premium based on the policy change.

CANCELLATIONS

Eff. 10-15-18

1. Request Cancellations

The Policyholder may cancel his or her insurance at any time by notifying the Company. Cancellation becomes effective on the date requested by the Policyholder but not prior to the date the Company receives the request, if there is not a Financial Responsibility form (SR-22) filed with the policy. Accounts with SR-22 will cancel after the required notice has been sent to the state where the form is issued.

2. Company Cancellations and Non-Renewals

Policies may be cancelled or non-renewed subject to the cancellation provisions in the policy and/or policy endorsements.

Exception — Policies written as **new business** may be cancelled by the Company for any cause, if notice is mailed to the Policyholder within 60 days after the effective date. (Renewals are not **new business**).

3. Pro Rata Basis Determination

Cancellation is on a pro rata basis.

The Pro Rata Factor is calculated by dividing the number of days remaining on the policy by the number of days in one **policy period**, rounded to four decimals.

The number of days remaining on the policy is the difference between the next renewal date and the effective date of the change.

The number of days in one **policy period** is 182 for six months and 365 for twelve months.

4. Refund

Cancellation premium of any dollar amount will be refunded.

ADDITIONAL COVERAGE INFORMATION

MEDICAL PAYMENTS COVERAGE

Eff. 10-15-18

1. Medical Payments coverage limit is per person.
2. Coverage is available only when BI/PD coverage is purchased on a private passenger automobile.
3. If selected, each car on a multi-car risk must have the same limit.
4. A signed PIP rejection form must be obtained in order to carry Medical Payments

PERSONAL INJURY PROTECTION COVERAGE

Eff. 10-15-18

1. Personal Injury Protection coverage must be provided when BI Liability coverage is written for the owner of an auto or trailer principally garaged in Texas, unless specifically rejected in writing by the Named Insured.
2. Once rejected, Personal Injury Protection is not required under subsequent renewals issued by the same company or affiliated Insurer, unless requested by the Named Insured in writing.
3. Medical Payments coverage is not available if Personal Injury Protection coverage is selected.

UNINSURED/UNDERINSURED MOTORISTS COVERAGE

Eff. 10-15-18

Uninsured and Underinsured Motorist Bodily Injury Liability

1. Uninsured/Underinsured Motorists Bodily Injury coverage is available under every auto liability policy issued or delivered to the owner of a motor vehicle registered or principally garaged in Texas.
2. Coverage will be provided at a limit required by the Texas Motor Vehicle Safety-Responsibility Act unless lower limits are selected or coverage is rejected. Coverage can not be higher than the Bodily Injury Liability coverage limit.

Uninsured and Underinsured Motorist Property Damage Liability

1. Uninsured/Underinsured Motorists Property Damage coverage is available under every auto liability policy issued or delivered to the owner of a motor vehicle registered or principally garaged in Texas.
2. Uninsured/Underinsured Motorists Property Damage coverage is subject to a deductible of \$250.

RATING TERRITORY SCHEDULE

Eff. 10-15-18

Determined by:

1. Principal garaging address of automobile, OR
2. Residence of Policyholder if automobile is not garaged any specific place, OR
3. Business or mailing address if Policyholder's residence cannot be determined.
4. Territorial definitions are reflective of the geographical data available when created. Changes in that data will be integrated with the next territorial definition update.

At the time of **new business** and renewal, the rating territory will be generated using address information provided by the insured and subsequently mapped to the highest confidence match, as determined by the Geographic Information System (GIS) in use by the Company.

COUNTY	DEFINITION	TERRITORY
ANDERSON	Entire county	725
ANDREWS	Entire county	610
ANGELINA	Entire county	470
ARANSAS	Entire county	550
ARCHER	Entire county	720
ARMSTRONG	Entire county	757
ATASCOSA	Entire county	744
AUSTIN	Entire county	746
BAILEY	Entire county	756
BANDERA	Entire county	748
BASTROP	Entire county	747
BAYLOR	Entire county	755
BEE	Entire county	745
BELL	ZIP Code 76544	001
	ZIP Code 76511	002
	ZIP Codes 76534 and 76554	003
	ZIP Code 76519	004
	ZIP Codes 76524, 76548, 76559, 76564, 76569, and 76579	005
	ZIP Code 76528	006
	ZIP Codes 76502 and 76513	007
	ZIP Codes 76501, 76505, 76533, 76540, 76541, and 76547	008
	ZIP Codes 76539 and 76542	009
	ZIP Codes 76504, 76543, and 76549	011
	ZIP Codes 76537 and 76571	012
	ZIP Code 76557	014
	ZIP Code 78608	015
	ZIP Code 76527	016

COUNTY	DEFINITION	TERRITORY
BEXAR, cont.	ZIP Code 78015	018
	ZIP Code 78052	020
	ZIP Codes 78230, 78239, and 78249	024
	ZIP Code 78219	025
	ZIP Codes 78217, 78284, and 78285	026
	ZIP Code 78231	027
	ZIP Code 78209	028
	ZIP Code 78213	029
	ZIP Codes 78220 and 78247	031
	ZIP Code 78238	034
	ZIP Code 78251	035
	ZIP Code 78154	036
	ZIP Code 78210	037
	ZIP Code 78254	038
	ZIP Code 78226	039
	ZIP Codes 78211, 78223, and 78235	044
	ZIP Code 78264	045
	ZIP Code 78228	046
	ZIP Code 78121	047
	ZIP Codes 78002 and 78054	048
	ZIP Code 78108	049
	ZIP Codes 78124 and 78155	051
	ZIP Code 78069	052
	ZIP Code 78229	053
	ZIP Codes 78212, 78233, and 78280	054
	ZIP Code 78218	055
	ZIP Code 78201	056
	ZIP Code 78216	057
	ZIP Code 78240	058
	ZIP Code 78234	059
	ZIP Code 78207	061
	ZIP Code 78250	062
	ZIP Codes 78221 and 78248	063
	ZIP Codes 78236 and 78243	064
	ZIP Code 78222	065
	ZIP Code 78101	066
	ZIP Codes 78204 and 78283	067
	ZIP Code 78203	068
	ZIP Code 78023	069

COUNTY	DEFINITION	TERRITORY
BEXAR, cont.	ZIP Code 78263	072
	ZIP Code 78259	073
	ZIP Code 78148	074
	ZIP Codes 78244 and 78253	075
	ZIP Code 78112	076
	ZIP Code 78214	077
	ZIP Code 78152	078
	ZIP Code 78232	079
	ZIP Code 78208	080
	ZIP Code 78252	081
	ZIP Code 78261	082
	ZIP Code 78009	083
	ZIP Code 78039	084
	ZIP Code 78266	085
	ZIP Code 78202	086
	ZIP Code 78215	087
	ZIP Code 78224	088
	ZIP Code 78109	089
	ZIP Code 78225	090
	ZIP Code 78242	091
	ZIP Code 78245	092
	ZIP Code 78256	093
	ZIP Code 78255	094
	ZIP Code 78227	095
	ZIP Codes 78205, 78206, 78291, 78292, 78293, 78294, 78295, 78296, 78297, 78298, and 78299	096
	ZIP Code 78006	097
	ZIP Code 78258	098
	ZIP Code 78150	099
	ZIP Codes 78073 and 78257	100
	ZIP Codes 78163 and 78260	101
	ZIP Code 78237	102
BLANCO	Entire county	742
BORDEN	Entire county	753
BOSQUE	Entire county	723
BOWIE	Entire county	410
BRAZORIA	Entire county	370
BRAZOS	Entire county	660
BREWSTER	Entire county	751
BRISCOE	Entire county	756

COUNTY	DEFINITION	TERRITORY
BROOKS	Entire county	560
BROWN	Entire county	729
BURLESON	Entire county	765
BURNET	Entire county	742
CALDWELL	Entire county	747
CALHOUN	Entire county	540
CALLAHAN	ZIP Code 79601	110
	ZIP Codes 76437, 76443, 76464, 76469, 79504, 79510, and 79602	754
CAMERON	Entire county	599
CAMP	Entire county	730
CARSON	Entire county	757
CASS	Entire county	731
CASTRO	Entire county	756
CHAMBERS	Entire county	490
CHEROKEE	Entire county	732
CHILDRESS	Entire county	756
CLAY	Entire county	720
COCHRAN	Entire county	756
COKE	Entire county	759
COLEMAN	Entire county	754
COLLIN	ZIP Codes 75023, 75075, 75094, and 75287	105
	ZIP Codes 75002, 75074, 75086, and 75252	106
	ZIP Code 75048	107
	ZIP Code 75248	108
	ZIP Code 75080	109
	ZIP Code 75087	113
	ZIP Codes 75033 and 75034	114
	ZIP Codes 75013, 75024, and 75098	116
	ZIP Codes 75025, 75121, 75164, 75166, 75173, and 75442	117
	ZIP Code 75035	118
	ZIP Code 75093	119
	ZIP Codes 75009, 75058, 75069, 75070, 75071, 75078, 75097, 75409, 75454, and 75485	121
	ZIP Code 75424	122
	ZIP Code 75044	123
	ZIP Code 75082	124
	ZIP Code 75407	125
	ZIP Code 75189	127
	ZIP Code 75452	128

COUNTY	DEFINITION	TERRITORY
COLLIN, cont.	ZIP Codes 75491 and 75495	129
COLLINGSWORTH	Entire county	757
COLORADO	Entire county	746
COMAL	Entire county	530
COMANCHE	Entire county	737
CONCHO	Entire county	754
COOKE	Entire county	761
CORYELL	Entire county	713
COTTLE	Entire county	756
CRANE	Entire county	610
CROCKETT	Entire county	752
CROSBY	Entire county	756
CULBERSON	Entire county	751
DALLAM	Entire county	757
DALLAS	ZIP Code 75007	132
	ZIP Code 75252	134
	ZIP Codes 75137 and 75138	135
	ZIP Codes 75043 and 75049	136
	ZIP Codes 75014, 75016, and 75062	137
	ZIP Code 75204	138
	ZIP Codes 75253 and 75336	139
	ZIP Code 75050	141
	ZIP Code 75150	142
	ZIP Code 75231	143
	ZIP Codes 75104 and 75106	144
	ZIP Code 75249	145
	ZIP Codes 75115, 75123, 75220, and 75354	146
	ZIP Codes 75215 and 75315	147
	ZIP Codes 75210 and 75226	148
	ZIP Codes 75030 and 75088	149
	ZIP Code 75234	150
	ZIP Codes 75206, 75221, 75360, and 75372	151
	ZIP Code 75048	152
	ZIP Code 75038	153
	ZIP Code 75180	154
	ZIP Codes 75202, 75207, 75242, 75246, 75250, 75270, and 75371	155
	ZIP Code 75125	156
	ZIP Codes 75141 and 75172	157
	ZIP Code 75154	158

COUNTY	DEFINITION	TERRITORY
DALLAS, cont.	ZIP Codes 75214, 75243, and 75359	159
	ZIP Code 75254	161
	ZIP Codes 75201 and 75313	162
	ZIP Code 75248	163
	ZIP Code 75080	164
	ZIP Code 75251	165
	ZIP Code 75244	166
	ZIP Code 75247	167
	ZIP Code 75261	168
	ZIP Code 75159	169
	ZIP Code 75146	170
	ZIP Code 75089	171
	ZIP Code 75067	172
	ZIP Codes 75019 and 75063	173
	ZIP Code 75039	174
	ZIP Code 75209	175
	ZIP Code 76065	176
	ZIP Code 76051	177
	ZIP Code 75054	178
	ZIP Code 75001	180
	ZIP Codes 75229 and 75378	181
	ZIP Code 75205	182
	ZIP Code 75182	183
	ZIP Code 75098	184
	ZIP Codes 75041, 75047, and 75134	185
	ZIP Code 75236	186
	ZIP Codes 75228 and 75357	187
	ZIP Code 75052	188
	ZIP Code 75232	189
	ZIP Codes 75211, 75217, 75233, and 75398	190
	ZIP Code 75241	191
	ZIP Codes 75203, 75208, 75216, 75224, 75227, 75260, 75339, and 75376	192
	ZIP Codes 75017 and 75060	193
	ZIP Code 75040	194
	ZIP Codes 75044 and 75045	195
	ZIP Codes 75051 and 75053	196
	ZIP Codes 75042, 75149, 75185, and 75187	197
	ZIP Codes 75238, 75240, 75355, and 75380	198
	ZIP Code 75219	199

COUNTY	DEFINITION	TERRITORY
DALLAS, cont.	ZIP Code 75225	201
	ZIP Code 75237	202
	ZIP Code 75223	203
	ZIP Codes 75081, 75085, 75230, and 75367	204
	ZIP Codes 75006 and 75011	205
	ZIP Code 75082	206
	ZIP Code 75181	207
	ZIP Codes 75015, 75061, 75116, 75212, 75218, and 75342	208
	ZIP Code 75235	209
	ZIP Code 75287	214
DAWSON	Entire county	753
DEWITT	Entire county	764
DEAF SMITH	Entire county	757
DELTA	Entire county	728
DENTON	ZIP Code 75010	212
	ZIP Codes 75006 and 75007	213
	ZIP Code 75287	214
	ZIP Code 76234	215
	ZIP Codes 76078, 76247, and 76266	216
	ZIP Codes 75028 and 76249	217
	ZIP Codes 75027, 75065, and 75067	218
	ZIP Code 75019	219
	ZIP Code 76258	221
	ZIP Codes 76201, 76202, 76203, 76204, 76206, 76208, 76209, and 76210	222
	ZIP Code 76092	223
	ZIP Codes 75033 and 75034	224
	ZIP Codes 75056 and 75057	225
	ZIP Code 75024	226
	ZIP Code 75093	227
	ZIP Codes 75009 and 75078	228
	ZIP Codes 76052 and 76177	229
	ZIP Code 76272	232
	ZIP Code 76226	234
	ZIP Code 76262	235
	ZIP Code 76205	236
	ZIP Code 76259	237
	ZIP Code 75077	238
	ZIP Codes 75022 and 76227	239
	ZIP Code 75068	241

COUNTY	DEFINITION	TERRITORY
DENTON, cont.	ZIP Code 76207	242
DICKENS	Entire county	756
DIMMIT	Entire county	744
DONLEY	Entire county	757
DUVAL	Entire county	744
EASTLAND	Entire county	722
ECTOR	Entire county	590
EDWARDS	Entire county	743
EL PASO	ZIP Codes 79821, 79836, 79838, 79853, 79927, and 79929	244
	ZIP Codes 79904, 79907, 79908, 79911, 79912, 79913, 79914, 79917, 79922, and 79924	245
	ZIP Codes 79903, 79906, 79923, 79935, 79936, and 79996	246
	ZIP Code 79918	247
	ZIP Codes 79902 and 79932	248
	ZIP Code 79938	249
	ZIP Codes 79835 and 79934	250
	ZIP Codes 79901, 79905, 79910, 79940, 79941, 79942, 79943, 79944, 79945, 79946, 79947, 79948, 79949, 79950, 79951, 79952, 79953, 79954, 79955, 79995, 79997, and 88595	251
	ZIP Codes 79920, 79925, 79930, and 79931	252
	ZIP Code 79968	253
	ZIP Codes 79915, 79916, and 79926	254
	ZIP Codes 79849 and 79928	255
ELLIS	Entire county	310
ERATH	Entire county	722
FALLS	Entire county	714
FANNIN	Entire county	728
FAYETTE	Entire county	747
FISHER	Entire county	759
FLOYD	Entire county	756
FOARD	Entire county	755
FORT BEND	ZIP Code 77435	257
	ZIP Code 77420	258
	ZIP Codes 77474, 77476, and 77485	259
	ZIP Code 77031	260
	ZIP Code 77459	261
	ZIP Codes 77478 and 77498	262
	ZIP Codes 77477 and 77497	263
	ZIP Code 77493	264

COUNTY	DEFINITION	TERRITORY
FORT BEND, cont.	ZIP Codes 77545 and 77584	265
	ZIP Code 77450	266
	ZIP Code 77430	267
	ZIP Code 77085	268
	ZIP Code 77082	269
	ZIP Code 77083	271
	ZIP Code 77099	272
	ZIP Code 77053	273
	ZIP Code 77494	274
	ZIP Codes 77464 and 77471	275
	ZIP Code 77441	276
	ZIP Codes 77406, 77407, 77469, and 77481	277
	ZIP Code 77423	278
	ZIP Code 77583	279
	ZIP Codes 77479 and 77496	281
	ZIP Codes 77417 and 77451	282
	ZIP Code 77489	283
	ZIP Codes 77444 and 77461	284
FRANKLIN	Entire county	730
FREESTONE	Entire county	724
FRIO	Entire county	744
GAINES	Entire county	756
GALVESTON	Entire county	220
GARZA	Entire county	756
GILLESPIE	Entire county	742
GLASSCOCK	Entire county	753
GOLIAD	Entire county	745
GONZALES	Entire county	747
GRAY	Entire county	620
GRAYSON	Entire county	130
GREGG	Entire county	420
GRIMES	Entire county	712
GUADALUPE	Entire county	530
HALE	Entire county	756
HALL	Entire county	756
HAMILTON	Entire county	737
HANSFORD	Entire county	757
HARDEMAN	Entire county	755
HARDIN	Entire county	480

COUNTY	DEFINITION	TERRITORY
HARRIS	ZIP Code 77056	286
	ZIP Codes 77001, 77002, 77201, 77208, 77252, 77253, and 77270	287
	ZIP Codes 77505 and 77508	288
	ZIP Code 77010	289
	ZIP Code 77030	290
	ZIP Code 77532	291
	ZIP Codes 77005 and 77265	292
	ZIP Code 77031	293
	ZIP Code 77043	294
	ZIP Code 77024	295
	ZIP Code 77389	296
	ZIP Code 77042	297
	ZIP Code 77346	298
	ZIP Code 77098	299
	ZIP Codes 77019 and 77219	300
	ZIP Code 77546	301
	ZIP Codes 77410 and 77429	302
	ZIP Code 77477	303
	ZIP Code 77034	304
	ZIP Code 77059	305
	ZIP Codes 77013, 77213, and 77229	306
	ZIP Codes 77025 and 77225	307
	ZIP Codes 77012 and 77262	308
	ZIP Codes 77032 and 77315	309
	ZIP Code 77396	311
	ZIP Codes 77054, 77230, and 77254	312
	ZIP Codes 77095, 77379, 77383, 77391, and 77598	313
	ZIP Code 77503	314
	ZIP Code 77375	315
	ZIP Codes 77027, 77227, 77256, 77277, 77325, 77339, 77345, 77401, 77413, 77491, 77492, and 77493	316
	ZIP Code 77373	317
	ZIP Code 77507	318
	ZIP Codes 77061 and 77207	319
	ZIP Codes 77089 and 77245	321
	ZIP Code 77049	322
	ZIP Codes 77041, 77536, 77571, and 77572	323
	ZIP Code 77046	324
	ZIP Codes 77062, 77258, 77259, and 77289	325

COUNTY	DEFINITION	TERRITORY
HARRIS, cont.	ZIP Codes 77094 and 77218	326
	ZIP Code 77562	327
	ZIP Code 77447	328
	ZIP Codes 77057, 77079, 77257, and 77279	329
	ZIP Code 77433	330
	ZIP Codes 77006 and 77266	331
	ZIP Codes 77077, 77242, and 77244	332
	ZIP Code 77547	333
	ZIP Code 77073	334
	ZIP Code 77015	335
	ZIP Codes 77029, 77050, and 77530	336
	ZIP Code 77336	337
	ZIP Codes 77521 and 77522	338
	ZIP Code 77365	339
	ZIP Code 77096	341
	ZIP Codes 77018 and 77206	342
	ZIP Code 77003	343
	ZIP Codes 77023 and 77223	344
	ZIP Codes 77090 and 77273	345
	ZIP Code 77066	346
	ZIP Codes 77074 and 77274	347
	ZIP Code 77064	348
	ZIP Codes 77014, 77268, and 77290	349
	ZIP Codes 77084 and 77284	350
	ZIP Codes 77004 and 77288	351
	ZIP Code 77450	352
	ZIP Code 77081	353
	ZIP Code 77581	354
	ZIP Codes 77008 and 77248	355
	ZIP Codes 77338 and 77347	356
	ZIP Codes 77051 and 77233	357
	ZIP Codes 77080 and 77280	358
	ZIP Code 77502	359
	ZIP Code 77067	360
	ZIP Code 77047	361
	ZIP Codes 77016, 77017, 77037, 77048, 77092, 77217, 77261, and 77287	362
	ZIP Codes 77021 and 77221	363
	ZIP Codes 77076 and 77093	364
	ZIP Codes 77020 and 77220	365

COUNTY	DEFINITION	TERRITORY
HARRIS, cont.	ZIP Codes 77022 and 77222	366
	ZIP Codes 77026 and 77226	367
	ZIP Code 77007	368
	ZIP Codes 77065 and 77504	369
	ZIP Codes 77075 and 77275	371
	ZIP Codes 77501 and 77506	372
	ZIP Codes 77009 and 77249	373
	ZIP Code 77063	374
	ZIP Code 77044	375
	ZIP Code 77060	376
	ZIP Codes 77520 and 77523	377
	ZIP Code 77068	378
	ZIP Code 77070	379
	ZIP Code 77388	381
	ZIP Code 77085	382
	ZIP Code 77086	383
	ZIP Codes 77091, 77291, and 77293	384
	ZIP Codes 77035, 77038, 77055, 77088, 77231, 77235, 77238, 77243, and 77255	385
	ZIP Code 77082	386
	ZIP Code 77083	387
	ZIP Code 77587	388
	ZIP Code 77045	389
	ZIP Codes 77028, 77078, and 77228	391
	ZIP Code 77033	392
	ZIP Codes 77071, 77263, and 77271	393
	ZIP Code 77011	394
	ZIP Codes 77036, 77236, and 77237	395
	ZIP Code 77058	396
	ZIP Codes 77072 and 77272	397
	ZIP Codes 77099 and 77411	398
	ZIP Code 77087	399
	ZIP Code 77053	401
	ZIP Code 77494	402
	ZIP Code 77357	404
	ZIP Code 77484	406
	ZIP Code 77449	407
	ZIP Codes 77039, 77040, 77240, and 77241	408
	ZIP Code 77489	411
	ZIP Code 77377	412

COUNTY	DEFINITION	TERRITORY
HARRIS, cont.	ZIP Code 77069	413
	ZIP Code 77586	414
HARRISON	Entire county	440
HARTLEY	Entire county	757
HASKELL	Entire county	758
HAYS	Entire county	530
HEMPHILL	Entire county	757
HENDERSON	Entire county	725
HIDALGO	ZIP Codes 78504 and 78577	416
	ZIP Codes 78539, 78540, 78541, 78542, 74558, and 78589	417
	ZIP Codes 78501, 78503, 78505, and 78557	418
	ZIP Codes 78516, 78537, 78538, 78543, 78549, 78552, 78560, 78562, 78563, 78565, 78570, 78572, 78573, 78574, 78576, 78579, 78580, 78595, 78596, and 78599	419
HILL	Entire county	723
HOCKLEY	Entire county	756
HOOD	Entire county	460
HOPKINS	Entire county	727
HOUSTON	Entire county	732
HOWARD	Entire county	600
HUDSPETH	Entire county	750
HUNT	Entire county	727
HUTCHINSON	Entire county	620
IRION	Entire county	752
JACK	Entire county	721
JACKSON	Entire county	749
JASPER	Entire county	711
JEFF DAVIS	Entire county	751
JEFFERSON	Entire county	210
JIM HOGG	Entire county	560
JIM WELLS	Entire county	550
JOHNSON	Entire county	340
JONES	ZIP Code 79601	110
	ZIP Codes 79501, 79503, 79520, 79525, 79533, 79536, 79553, and 79560	758
KARNES	Entire county	764
KAUFMAN	Entire county	450
KENDALL	Entire county	742
KENEDY	Entire county	560
KENT	Entire county	756

COUNTY	DEFINITION	TERRITORY
KERR	Entire county	748
KIMBLE	Entire county	740
KING	Entire county	756
KINNEY	Entire county	743
KLEBERG	Entire county	550
KNOX	Entire county	755
LA SALLE	Entire county	744
LAMAR	Entire county	728
LAMB	Entire county	756
LAMPASAS	Entire county	713
LAVACA	Entire county	764
LEE	Entire county	765
LEON	Entire county	714
LIBERTY	Entire county	490
LIMESTONE	Entire county	714
LIPSCOMB	Entire county	757
LIVE OAK	Entire county	745
LLANO	Entire county	742
LOVING	Entire county	751
LUBBOCK	ZIP Codes 79401, 79402, 79407, 79413, 79415, 79416, 79423, 79490, and 79499	424
	ZIP Code 79311	425
	ZIP Codes 79329, 79363, 79364, 79366, and 79382	426
	ZIP Codes 79406, 79409, 79411, 79412, 79414, and 79452	427
	ZIP Code 79410	428
	ZIP Codes 79350, 79403, and 79404	429
	ZIP Codes 79358, 79424, and 79464	431
LYNN	Entire county	756
MADISON	Entire county	714
MARION	Entire county	731
MARTIN	Entire county	753
MASON	Entire county	741
MATAGORDA	Entire county	540
MAVERICK	Entire county	580
MCCULLOCH	Entire county	740
MCLENNAN	ZIP Code 76689	433
	ZIP Code 76655	434
	ZIP Codes 76706 and 76798	435
	ZIP Codes 76624, 76630, 76633, 76634, 76638, 76640, 76654, and 76657	436

COUNTY	DEFINITION	TERRITORY
McLENNAN, cont.	ZIP Code 76561	437
	ZIP Codes 76664, 76682, 76684, and 76691	438
	ZIP Codes 76701, 76704, and 76715	439
	ZIP Codes 76622, 76643, 76705, and 76707	441
	ZIP Code 76557	442
	ZIP Codes 76711, 76712, and 76716	443
	ZIP Codes 76708 and 76710	444
	ZIP Code 76524	445
MCMULLEN	Entire county	744
MEDINA	Entire county	748
MENARD	Entire county	740
MIDLAND	Entire county	600
MILAM	Entire county	765
MILLS	Entire county	713
MITCHELL	Entire county	753
MONTAGUE	Entire county	761
MONTGOMERY	ZIP Code 77386	447
	ZIP Code 77339	449
	ZIP Codes 77380 and 77387	451
	ZIP Code 77382	452
	ZIP Codes 77381 and 77393	453
	ZIP Code 77362	454
	ZIP Code 77304	455
	ZIP Code 77447	456
	ZIP Code 77385	457
	ZIP Code 77365	458
	ZIP Code 77301	459
	ZIP Code 77354	461
	ZIP Codes 77353 and 77355	462
	ZIP Code 77372	463
	ZIP Codes 77340 and 77873	464
	ZIP Code 77378	465
	ZIP Code 77306	466
	ZIP Code 77357	467
	ZIP Codes 77316 and 77318	468
	ZIP Code 77384	469
	ZIP Code 77358	471
	ZIP Code 77328	472
	ZIP Codes 77333 and 77356	473

COUNTY	DEFINITION	TERRITORY
MONTGOMERY, cont.	ZIP Code 77327	474
	ZIP Code 77302	475
	ZIP Code 77303	476
MOORE	Entire county	620
MORRIS	Entire county	410
MOTLEY	Entire county	756
NACOGDOCHES	Entire county	470
NAVARRO	Entire county	724
NEWTON	Entire county	711
NOLAN	Entire county	759
NUECES	ZIP Codes 78330, 78336, 78339, 78343, 78351, 78362, 78370, 78380, 78383, 78390, 78406, 78407, 78409, 78410, 78417, 78426, and 78460	070
	ZIP Codes 78347, 78373, 78374, 78401, 78402, 78404, 78405, 78408, 78411, 78412, 78413, 78414, 78415, 78416, 78418, 78419, 78427, 78463, 78465, 78467, 78468, 78472, and 78480	071
OCHILTREE	Entire county	757
OLDHAM	Entire county	757
ORANGE	Entire county	060
PALO PINTO	Entire county	721
PANOLA	Entire county	733
PARKER	Entire county	460
PARMER	Entire county	756
PECOS	Entire county	752
POLK	Entire county	715
POTTER	Entire county	140
PRESIDIO	Entire county	751
RAINS	Entire county	726
RANDALL	Entire county	140
REAGAN	Entire county	752
REAL	Entire county	743
RED RIVER	Entire county	730
REEVES	Entire county	751
REFUGIO	Entire county	745
ROBERTS	Entire county	757
ROBERTSON	Entire county	714
ROCKWALL	Entire county	450
RUNNELS	Entire county	754

COUNTY	DEFINITION	TERRITORY
RUSK	Entire county	440
SABINE	Entire county	711
SAN AUGUSTINE	Entire county	733
SAN JACINTO	Entire county	710
SAN PATRICIO	Entire county	550
SAN SABA	Entire county	741
SCHLEICHER	Entire county	752
SCURRY	Entire county	753
SHACKELFORD	ZIP Code 79601	110
	ZIP Codes 76430, 76464, 79504, and 79533	758
SHELBY	Entire county	733
SHERMAN	Entire county	757
SMITH	Entire county	430
SOMERVELL	Entire county	723
STARR	Entire county	560
STEPHENS	Entire county	721
STERLING	Entire county	753
STONEWALL	Entire county	759
SUTTON	Entire county	752
SWISHER	Entire county	756
TARRANT	ZIP Code 76008	478
	ZIP Code 75062	479
	ZIP Codes 76002, 76040, 76133, 76162, and 76163	481
	ZIP Codes 76006, 76120, and 76155	482
	ZIP Codes 76012, 76016, 76017, and 76107	483
	ZIP Code 76123	484
	ZIP Code 75050	485
	ZIP Code 76114	486
	ZIP Codes 76005, 76011, and 76111	487
	ZIP Codes 76116 and 76134	488
	ZIP Codes 76013 and 76022	489
	ZIP Code 76053	491
	ZIP Code 76115	492
	ZIP Code 76104	493
	ZIP Code 76110	494
	ZIP Codes 76105 and 76119	495
	ZIP Codes 76106, 76161, and 76164	496
	ZIP Code 76122	497
	ZIP Code 75261	498

COUNTY	DEFINITION	TERRITORY
TARRANT, cont.	ZIP Codes 76101, 76102, and 76113	499
	ZIP Code 76117	500
	ZIP Codes 76039 and 76148	501
	ZIP Code 76109	502
	ZIP Code 76129	503
	ZIP Codes 76060 and 76137	504
	ZIP Codes 76180, 76181, and 76182	505
	ZIP Codes 76071, 76136, and 76179	506
	ZIP Code 76019	507
	ZIP Codes 75022, 75028, 76051, and 76092	508
	ZIP Code 76063	509
	ZIP Codes 76112 and 76124	511
	ZIP Code 76132	512
	ZIP Codes 76021 and 76054	513
	ZIP Code 76108	514
	ZIP Code 76126	515
	ZIP Code 76103	516
	ZIP Code 76135	517
	ZIP Code 76131	518
	ZIP Code 76028	519
	ZIP Codes 75052 and 75054	521
	ZIP Code 75051	522
	ZIP Codes 76018 and 76096	523
	ZIP Codes 76007, 76010, 76014, and 76118	524
	ZIP Code 76015	525
	ZIP Code 76034	526
	ZIP Code 76020	527
	ZIP Code 76001	528
	ZIP Codes 76244 and 76248	529
	ZIP Code 76036	531
	ZIP Codes 76052 and 76177	532
	ZIP Code 76262	533
	ZIP Codes 76127 and 76140	534
TAYLOR	ZIP Codes 79563, 79601, 79602, 79603, 79605, 79606, 79607, 79697, 79698, and 79699	110
	ZIP Codes 79508, 79519, 79530, 79536, 79541, 79561, 79562, 79566, and 79567	111
TERRELL	Entire county	752
TERRY	Entire county	756

COUNTY	DEFINITION	TERRITORY
THROCKMORTON	Entire county	758
TITUS	Entire county	730
TOM GREEN	Entire county	160
TRAVIS	ZIP Code 78654	536
	ZIP Code 78634	537
	ZIP Code 78757	538
	ZIP Codes 78727, 78750, and 78759	539
	ZIP Codes 78620 and 78663	541
	ZIP Code 78739	543
	ZIP Codes 78613 and 78664	544
	ZIP Code 78617	545
	ZIP Code 78621	546
	ZIP Code 78669	547
	ZIP Code 78748	548
	ZIP Code 78610	549
	ZIP Code 78729	551
	ZIP Codes 78681 and 78728	552
	ZIP Code 78753	553
	ZIP Codes 78708, 78718, and 78758	554
	ZIP Code 78752	555
	ZIP Code 78730	556
	ZIP Code 78615	557
	ZIP Codes 78705 and 78713	558
	ZIP Code 78724	559
	ZIP Code 78734	561
	ZIP Codes 78744 and 78760	562
	ZIP Codes 78641 and 78642	563
	ZIP Code 78741	564
	ZIP Code 78749	565
	ZIP Code 78645	566
	ZIP Code 78701	567
	ZIP Codes 78704 and 78764	568
	ZIP Code 78751	569
	ZIP Code 78735	571
	ZIP Code 78736	572
	ZIP Code 78731	573
	ZIP Code 78712	574
	ZIP Code 78726	575
	ZIP Codes 78710 and 78754	576

COUNTY	DEFINITION	TERRITORY
TRAVIS, cont.	ZIP Code 78756	577
	ZIP Code 78723	578
	ZIP Code 78745	579
	ZIP Code 78652	581
	ZIP Codes 78719, 78725, and 78747	582
	ZIP Code 78732	583
	ZIP Code 78742	584
	ZIP Code 78738	585
	ZIP Codes 78702 and 78762	586
	ZIP Code 78703	587
	ZIP Codes 78660 and 78691	588
	ZIP Codes 78716 and 78746	589
	ZIP Code 78653	591
	ZIP Code 78722	592
	ZIP Code 78737	593
	ZIP Codes 78721 and 78799	594
	ZIP Code 78612	595
	ZIP Code 78733	596
	ZIP Code 78640	597
TRINITY	Entire county	710
TYLER	Entire county	711
UPSHUR	Entire county	440
UPTON	Entire county	752
UVALDE	Entire county	748
VAL VERDE	Entire county	580
VAN ZANDT	Entire county	726
VICTORIA	Entire county	540
WALKER	Entire county	710
WALLER	Entire county	390
WARD	Entire county	610
WASHINGTON	Entire county	746
WEBB	Entire county	120
WHARTON	Entire county	749
WHEELER	Entire county	757
WICHITA	Entire county	200
WILBARGER	Entire county	755
WILLACY	Entire county	560
WILLIAMSON	Entire county	520
WILSON	Entire county	747

COUNTY	DEFINITION	TERRITORY
WINKLER	Entire county	610
WISE	Entire county	320
WOOD	Entire county	734
YOAKUM	Entire county	756
YOUNG	Entire county	721
ZAPATA	Entire county	560
ZAVALA	Entire county	744
OUT OF STATE		999

PREMIUM MODIFICATION RULES

TIER FACTOR

Eff. 10-15-18

Apply the appropriate Tier Factor as determined by the Tier Placement Model. Policies that do not initially meet the Standard Auto eligibility criteria, but have the qualifying Tier Placement Model score, will be written in the Standard Tier.

Every three years, tier placement will be re-evaluated to determine if the policy can improve to the next lowest rated tier based on the Tier Placement Model.

NATIONWIDE AFFINITY DISCOUNT

Eff. 10-15-18

After a **household** member notifies us that he, she, or another **household** member is a member of a Nationwide Affinity Group, the otherwise applicable premium shall be modified as long as the policy remains in force. A policy may receive the Nationwide Associate Discount or the Nationwide Affinity Discount, but not both. The discount amount varies by the category, as defined below, of the Nationwide Affinity Group.

Affinity Category Code Definitions:

Alumni – Alumni associations and/or fraternal social organizations of a four-year educational institution.

Professional – Organizations formed to unite, represent, and/or inform people who work or play in the same occupation. Active or former law enforcement officers that are or were employed by a local, state, or federal law enforcement agency.

Sports – Leagues or associations that sponsor, organize, schedule, or conduct a sport.

Financial Institutions – Banks, credit unions, or other financial institutions.

Miscellaneous – All other organizations that do not belong to a category defined above.

NATIONWIDE ASSOCIATE DISCOUNT

Eff. 10-15-18

When an insured driver on the policy is either a current employee or a retiree of any Nationwide subsidiary (direct or indirect), or any affiliate company of Nationwide, the otherwise applicable premium shall be modified. A policy may receive the Nationwide Associate Discount or the Nationwide Affinity Discount, but not both.

MATRIX FACTOR

Eff. 10-15-18

Based on a combination of prior BI limits, home and car, and number of vehicles insured with Nationwide, the otherwise applicable premium shall be modified.

The following rules are applicable:

1. Prior BI Limits will be assigned according to the **new business** and renewal rules following this section.
2. In order to be considered as Home and Car within the Matrix the **household** member must also be a **household** member under a Nationwide Homeowner or owner-occupied Farm policy.
3. If the total number of vehicles insured by a Nationwide Standard/Preferred company within the **household** is two or more, the policy should be considered as Multi-Vehicle within the Matrix.

A vehicle owned by a corporation or unincorporated association may be considered individually owned for purposes of this rule if the vehicle is customarily driven only by individuals within the **household** and the vehicle is also insured on a personal auto policy issued by a Nationwide Company.

Only those vehicle types eligible for the Matrix that are insured for both BI and PD are to be considered when determining the number of vehicles insured.

Exception – A **company car** shall be considered within the count of the number of vehicles in the **household**. If there is more than one **company car** in the **household**, only the first will be included in the count.

New Business Rule

Policies will be assigned to a Prior BI Limits category based on the lower of the BI limits carried with the Insured's most recent prior carrier or the BI limits selected on the Nationwide policy.

Renewal Business Rule

A policy's Prior BI Limits category may move up one rated threshold level every three years if the Policyholder has maintained a BI limit greater than its Prior BI Limits category.

FINANCIAL RESPONSIBILITY FACTOR

Eff. 10-15-18

Based on Nationwide's Proprietary Credit Scoring Model, the scoring rules listed below are applicable. Based on the resulting credit score and its corresponding Financial Responsibility Class, the otherwise applicable premium shall be modified. Where a credit report is not available from the selected vendor, a classification of No-Hit will be assigned.

New Business Scoring

The following rules (in order of precedence) are applicable:

1. Credit reports shall be obtained for all drivers that are 21 or older.
2. If all drivers on the policy are under 21, a credit report shall be obtained only for the oldest driver on the policy.
3. On a policy where at least one driver has a credit based insurance score, the Financial Responsibility Factor corresponding to the best credit based insurance score shall be assigned to the policy.
4. On policies where all drivers are credit No-Hits, the No-Hit financial responsibility class shall be assigned to the policy.

Renewal Scoring

Policyholders may request (no more than once in any twelve-month period), that we obtain updated credit reports. The following rules are applicable:

1. Credit reports shall be obtained for all drivers that are 21 or older.
2. If all drivers on the policy are under 21, a credit report shall be obtained only for the oldest driver on the policy.
3. On a policy where at least one driver on the updated credit report has a credit based insurance score, the Financial Responsibility Factor corresponding to the best credit based insurance score shall be assigned to the policy, if the change results in a lower Financial Responsibility Factor level.
4. On policies where all drivers on the updated credit report are credit No-Hits, the No-Hit Financial Responsibility Factor shall be assigned to the policy, if the change results in a lower or equal Financial Responsibility Factor level for all applicable coverages.
5. On policies where the updated credit report results in the same or higher Financial Responsibility Factor level, the policy shall retain the current Financial Responsibility Factor level.

Spin-offs, Transfers, and New Policies for Existing Customers

Any time a new policy must be set up for an existing customer of a Nationwide Company, a new financial responsibility class must be established using the rules outlined in the **New Business** Scoring portion of the Financial Responsibility Factor section of this manual.

Added/Deleted Drivers

When a driver is added to a policy at any time, the following rules apply:

1. A credit report shall not be ordered for the added driver unless requested by the Policyholder.
2. If the Policyholder requests for a credit report to be ordered, the rules outlined in the Renewal Scoring section of this rating manual will be used.

When a driver is deleted from a policy, the policy retains the current Financial Responsibility Factor level.

HOUSEHOLD COMPOSITION FACTOR

Eff. 10-15-18

Based on a combination of the number of **household** drivers, number of **household** vehicles, and age of the youngest **household** driver, the otherwise applicable premium shall be modified.

The following rules are applicable:

1. Vehicles within the **household** insured by a Nationwide Standard/Preferred company will be considered in the number of vehicles count. Only those vehicle types eligible for Household Composition that are insured for both BI and PD are to be considered when determining the number of vehicles insured.

Exception - A **company car** shall be considered within the count of the number of vehicles in the **household**. If there is more than one **company car** in the **household**, only the first will be included in the count.

2. Licensed **household** drivers, that are rated as Principal or Occasional on at least one Nationwide Standard/Preferred policy, and who otherwise meet the definition of members of the **household**, will be considered in the number of drivers count. Individual operators listed on multiple Nationwide policies are only to be counted once.

HOME AND CAR DISCOUNT

Eff. 10-15-18

If a **household** member insured by a Nationwide Standard/Preferred company is also a **household** member under a Nationwide Tenants or Condominium/Townhouse policy, the otherwise applicable premium shall be modified.

AUTO FINANCIAL DISCOUNT

Eff. 10-15-18

If a **household** member is the owner of a Nationwide Financial Services' Life or Annuity policy, the otherwise applicable premium shall be modified.

PAPERLESS POLICY DISCOUNT

Eff. 10-15-18

If the insured elects to have policy documents provided electronically, the otherwise applicable premium shall be modified.

The following rules are applicable:

1. The insured must have an online Nationwide.com account with a valid e-mail address, AND
2. The insured must elect to have policy documents provided electronically.

NO PRIOR INSURANCE SURCHARGE

Eff. 10-15-18

New Business Rule

This rule is applicable if the **applicant** or principal operator did not have continuous liability insurance for more than 30 days for the immediate twelve-month time period prior to the effective date of the Nationwide auto policy.

The surcharge shall initially apply for one year.

Note — If the **applicant** provides proof of continuous liability coverage for the immediate twelve-month time period prior to the effective date of the Nationwide auto policy or if there is no need for insurance this surcharge will not apply.

Renewal Business Rule

If a policy is cancelled or terminated for non-payment of premium, the company will issue a new full term policy in accordance with the policy term and premium computation rules. For reissued policies, the surcharge will apply if the principal operator was operating an uninsured motor vehicle for more than 30 days for the immediate twelve-month period prior to the reissue date.

If a policy is reinstated after a lapse of less than 30 days, the surcharge will apply if the principal operator was operating an uninsured motor vehicle for more than 30 days for the immediate twelve-month period prior to the reinstatement.

ADVANCE QUOTE DISCOUNT

Eff. 10-15-18

Based on the number of **shopping days**, the otherwise applicable premium may be modified. Existing Nationwide insureds are not eligible for the discount.

SELECT CUSTOMER DEFINITION

Eff. 10-15-18

Based on a combination of number of prior carriers in the most recent five years, prior BI limits, and number of vehicles insured by a Nationwide Standard/Preferred company within the **household**, a Select Customer Definition will be assigned at policy inception.

The following rules are applicable:

1. Policies will be assigned to a Prior BI Limits category based on the lower of the BI limits carried with the insured's most recent prior carrier or the BI limits selected on the Nationwide Policy.
2. A **company car** shall be considered within the count of the number of vehicles in the **household**. If there is more than one **company car** in the **household**, only the first will be included in the count.
3. Only those vehicle types eligible for the Select Rating that are insured for both BI and PD are to be considered when determining the number of vehicles insured by Nationwide.

SELECT RATING FACTOR

Eff. 10-15-18

Based on a combination of the number of terms with prior carrier, Select Customer Definition, number of **shopping days**, **terms with Nationwide** Standard/Preferred Companies, Winback eligibility, and whether the policy is part of an Intra-Agency Transfer, the otherwise applicable premium shall be modified.

The following rules are applicable:

1. Terms with prior carrier is defined to be consecutive **terms** without lapse.
2. Winback is defined as any **applicant** who was previously insured by a Nationwide company within the past five years and has been insured with one or more carriers since leaving Nationwide.

INTRA-AGENCY TRANSFER FACTOR

Eff. 10-15-18

Based on a combination of whether or not the policy is part of an Intra-Agency Transfer and Select Customer Definition, the otherwise applicable premium shall be modified.

Intra-Agency Transfer is defined as a policy for which the Nationwide agent of record controls the expiration of the policy because the **applicant** was a Policyholder in a portfolio acquired by the Nationwide agent and has not already been written in Nationwide or otherwise brokered through another company OR there is prior agreement with Nationwide to quote the referral.

NEW VEHICLE DISCOUNT

Eff. 10-15-18

Based on **vehicle age**, the otherwise applicable premium may be modified.

VEHICLE USE FACTOR

Eff. 10-15-18

The following describes the various vehicle use classifications:

Pleasure Use — The automobile's use is not otherwise classified as Farm Use, Business Use, or Work Use.

Work Use — The automobile is driven to and from work or school and includes:

1. Driving part way such as to terminal points of public transportation OR
2. Use of automobile in a car-pool or other share-the-ride arrangement.

Farm Use — The automobile is used for pleasure or for business incidental to the operation or maintenance of the Policyholder's farm. The Policyholder must:

1. Live on a farm, AND
2. Own, rent, or operate one or more farms, AND
3. Be engaged in farming only.

Exceptions –

- a. A Policyholder with an occupation other than farming having two or more private passenger automobiles insured with the Company is eligible for Farm Use on all automobiles not used AT ANY TIME in the other occupation (including driving to and from work) IF one automobile is classified other than Farm Use.
- b. If a member of the Policyholder's **household** drives the automobile and has an occupation other than farming but the automobile is not used AT ANY TIME in such occupation (including driving to and from work), the automobile may be classified as Farm Use.

Business Use — The automobile is used in the occupation, profession, or business of the Policyholder or by any other person operating the automobile.

PASSIVE OCCUPANT RESTRAINT DISCOUNT

Eff. 10-15-18

Any vehicles equipped with passive occupant restraint devices that meet federal or appropriate equivalent standards may have the otherwise applicable premium modified.

AVERAGE DRIVER FACTOR

Eff. 10-15-18

For each non-excluded driver assigned to the policy, determine the applicable Driver Factor for each coverage and calculate the Average Driver Factor.

Driver Classification Factor

1. Within Marital Status, Married means:
 - a. A married person living with his or her spouse
 - b. A widowed person

Drivers not classified as Married will be rated as Unmarried.

2. Age means the age of the operator at the effective date of the policy.

Drivers under the age of 16 will use the factor for age 16.

No policy will be changed interim **term** to effect a change in classification as a result of the attained age of an operator of an automobile.

3. An Operator Status of Occasional may be assigned to a driver if the following criteria are met:
 - a. The driver is not the titled owner, AND
 - b. The driver is under age 25, AND
 - c. There are more drivers than vehicles on the policy, AND
 - d. There are at least as many non-occasional operators on the policy as there are vehicles.

An Operator Status of Principal will be assigned in all other cases.

4. The Good Student classification is applicable provided:
- a. The owner or operator is under age 25 and a full-time high school student or enrolled as a full-time student in a college or university (this includes all home school equivalents), AND
 - b. When requested, the Company is furnished documentation indicating that the student has met one of the following requirements cumulatively or for the immediately preceding school semester or quarter (or comparable period):
 - (1) Ranked among the upper 20 percent of the class scholastically, OR
 - (2) In schools using letter grades, had a grade average of B or its equivalent, or if the system of letter grading cannot be averaged, no grade is below B, OR
 - (3) In schools using numerical grade point, such as 4, 3, 2, and 1 points, had an average of at least three points on a four-point scale (or its equivalent) for all subjects combined, OR
 - (4) Was included in Dean's List, Honor Roll, or comparable list indicating scholastic achievement.
 - c. The Good Student classification will continue to be applicable for those operators who have completed their undergraduate work provided that the operator has:
 - (1) Graduated from a four-year college, AND
 - (2) Met the qualification requirements as shown above under (b) based on their cumulative or last semester's or quarter's scholastic record, AND
 - (3) Been insured with Nationwide for at least one year prior to the policy's renewal date following graduation.
 - d. If the owner or operator is under 25 years and a full-time graduate student in a college or university, the Good Student classification is applicable without the requirement for certification under (b).

The Good Student classification may be added to a policy once a **household** member notifies Nationwide that a driver qualifies. This change may be made mid-term.

If a driver no longer qualifies for the Good Student classification, it will be removed at the upcoming renewal.

Student Away Discount

Eff. 10-15-18

If an Unmarried operator under the age of 25 is a student residing at an educational institution over 100 road miles from the garaging location of the automobiles, the otherwise applicable premium shall be modified. The student operator must not have access to any of the vehicles insured under the policy while away at school.

Merit Rating Plan Factor

Eff. 10-15-18

The Merit Rating Plan is designed to price risks based on accident and violation history. Those drivers who are free from accidents and moving violations pay lower premiums. Conversely, those who have adverse records pay higher premiums. The plan also provides a financial incentive for drivers to improve their record.

A. Experience Period

New Business Rating — 35 months ending on the effective date of the policy.

Renewal Rating — 35 months ending 45 days prior to each renewal due date of the policy.

B. Application of Surcharges

Surcharges, as determined below, are always associated with the driver involved in the violation and/or accident.

For the purpose of merit rating and tiering, the following rules govern the application of the drivers' experience.

1. Major Violations

The following are considered major violations:

- a. Driving while intoxicated or under the influence of drugs, OR
- b. Homicide or assault arising out of the operation of a motor vehicle, OR

If a major violation also results in an accident, then only the major violation should be surcharged.

2. Accidents

- a. The appropriate accident surcharge is based on the number of chargeable accidents during the experience period.
- b. Chargeable Accident Definition

New Business – An accident is chargeable if the insured driver was involved in an accident that resulted in damage to any property, including his/her own, or in bodily injury (excluding Uninsured and/or Underinsured Motorists).

Renewal Business — Accidents chargeable when the policy was written as **new business** will also be considered chargeable if still within the experience period.

An accident is chargeable if the insured driver was involved in an accident that resulted in damage to any property, including his/her own, in which Nationwide has paid in excess of \$2,000, or any payment under bodily injury coverages (excluding Uninsured and/or Underinsured Motorists coverages).

Accidents that were surcharged based on the threshold that was in place at the time of the accident will continue to be surcharged.

Exceptions:

Accidents will not be surcharged if it can be demonstrated that the insured was:

- (1) Lawfully parked (if it can be documented that the vehicle operator or owner did not contribute to the accident in any way), OR
- (2) The insured or the insured has received reimbursement or a judgement equal to 50 percent or more of the claims, OR
- (3) Struck in the rear by another vehicle and has not been convicted of a moving traffic violation in connection with the accident, OR

- (4) Hit by a hit-and-run driver if the accident was reported to the proper authorities within 24 hours, OR
- (5) Not convicted of a moving traffic violation in connection with the accident, but the operator of the other automobile involved in such accident was convicted of a moving violation, OR
- (6) Involved in an accident resulting in damage by contact with animals or fowl, OR
- (7) Involved in an accident resulting in physical damage, limited to and caused by flying gravel, missiles, or falling objects, OR
- (8) Involved in an accident while in pursuit of official duties as a law enforcement officer, fire fighter, or operator of an emergency vehicle or ambulance, provided the employer furnished the required certification to the State Highway Patrol or the law enforcement agency that investigates the accident,
- (9) Involved in an accident in which the responsible party was protected by sovereign immunity, OR
- (10) Involved in an accident resulting in damage by defective tires, OR
- (11) Involved in an accident while operating a vehicle of a type not eligible for rating under this plan. Accidents involving fleet PPA's are counted, OR
- (12) Accidents involving payment under the COLL coverage if there are valid grounds for subrogation.

No surcharge shall be imposed against a Named Insured or any other person insured under the policy for an accident in which the insured was involved but results in no payment by the insurer.

3. Occurrences

An occurrence is defined to be all chargeable incidences under the merit rating plan (violations and accidents).

C. Major Violation Surcharge

New Business and Renewal Business

The number of major violations in the experience period determines the number of points assigned for a driver and the appropriate surcharge for that driver. Occurrences resulting in both an accident and a violation shall be counted as follows:

- 1. If an occurrence results in both a chargeable accident and a major violation, then only the major violation is surcharged.

Once points have been assigned as the result of a violation, they will continue to be assigned for the remainder of the defined experience period.

Major violation surcharges decrease as the time since the latest violation increases. The time since the latest violation is defined to be the number of months between the date of the most recent chargeable violation and the effective date of the policy for **new business** or the due date of the policy for renewals.

D. Accident Surcharge

New Business and Renewal

The number of chargeable accidents in the experience period will determine the appropriate surcharge for a driver.

1. If an occurrence results in both a chargeable accident and a major violation, then only the major violation is surcharged.

E. Added/Deleted Drivers

1. Deletion of Driver

Once an insured driver is deleted from a policy, the driver and accident and violation experience of that driver is eliminated. The average driver class factor is recalculated, effective the date the driver is deleted, based on the remaining drivers.

2. Addition of Driver

Once a driver is added to the policy, the driver along with his or her driving record experience will be used in the calculation of the average driver experience factor, effective the date the driver is added. Added drivers are treated as **new business** for the purposes of merit rating.

F. Changes in Driving Experience

Changes in driving experience will be made at the next renewal date. No changes are made for the purpose of shortening the surcharge period otherwise applicable under the plan.

Accident Free Discount

Eff. 10-15-18

The applicable driver rate factor will be modified if the driver meets the following conditions:

1. Driver has five years or more verifiable U.S. or Canadian driving experience for which a current Motor Vehicle Report (MVR) can be obtained, AND
2. Policy has not incurred a lapse in coverage for the most recent one year, AND
3. Driver is free from major violations* for the most recent five years, AND
4. Driver is free of accidents that resulted in a surcharge* for the most recent five years.

*Major violations and accidents that result in a surcharge are defined in the Merit Rating Plan.

Unverifiable Driver Record Surcharge

Eff. 10-15-18

If the licensed operator age 19 or older is unable to provide a verifiable driver license number for which a current Motor Vehicle Report (MVR) can be obtained, the applicable driver rate factor shall be increased.

EASY PAY SIGN-UP DISCOUNT

Eff. 10-15-18

A one time Easy Pay Sign-Up Discount will be applied at **new business** if the Named Insured agrees to enroll in automated monthly electronic fund transfer and a paperless billing option. For existing customers who newly enroll mid-term, the Easy Pay Sign-Up Discount will be applied as of their upcoming renewal effective date. The discount will only apply to the first eligible vehicle in the **household** for one **policy period** and will be removed on the first subsequent renewal.

Eligibility:

1. The insured must elect automated monthly electronic fund transfer via a checking or savings account, AND
2. The insured must elect a paperless billing option, AND
3. The Easy Pay billing option must be maintained during the policy **term**, AND
4. Policy must have Bodily Injury and Property Damage coverage.

POLICY PERIOD FACTOR

Eff. 10-15-18

Premiums are developed based on a six-month **policy period**. For twelve month policies, the otherwise applicable premium will be modified per the rating sequence.

MISCELLANEOUS COVERAGES AND FEATURES

GAP (LOAN/LEASE) COVERAGE

Eff. 10-15-18

This coverage provides indemnification for the difference between the outstanding balance on a new vehicle's lease or loan and the actual cash value of the vehicle to which this coverage applies when the vehicle is declared a total loss. The actual cash value is determined at the time of the loss.

The insured must request Gap (Loan/Lease) coverage within six months of the purchase date of a new vehicle. For the purposes of this rule, a new vehicle is a vehicle that has not previously been titled under the motor vehicle laws of any state.

Gap (Loan/Lease) coverage will continue to apply, unless otherwise requested to be removed by the Insured, until the first renewal when the vehicle attains a **vehicle age** of six. At this renewal, Gap (Loan/Lease) coverage will be removed.

Both COMP and COLL must be maintained on the vehicle to be eligible for Gap (Loan/Lease) coverage.

A vehicle cannot have both Gap (Loan/Lease) coverage and New Car Replacement Plus coverage.

NEW CAR REPLACEMENT PLUS COVERAGE

Eff. 10-15-18

This coverage provides indemnification for the difference between the purchase price of a new vehicle and the actual cash value of the vehicle to which this coverage applies when the covered vehicle is declared a total loss with **vehicle age** less than three. The new vehicle must be of the same or similar make, series, and model of the vehicle it replaces.

If the **vehicle age** at the most recent renewal was greater than two, this coverage provides indemnification for the difference between the fair retail market value for an auto of the same year, and same/similar make, series, model, body type, equipment, and mileage without reduction for physical condition of the property in the local retail market and the actual cash value of the vehicle to which this coverage applies when the covered vehicle is declared a total loss.

This coverage also provides indemnification for the difference between the outstanding balance on a new vehicle's loan and the actual cash value of the vehicle to which this coverage applies when the vehicle is declared a total loss. The actual cash value is determined at the time of the loss.

The insured must request New Car Replacement Plus coverage within six months of the purchase date of a new vehicle. For the purposes of this rule, a new vehicle is a vehicle that has not previously been titled under the motor vehicle laws of any state.

New Car Replacement Plus coverage will continue to apply, unless otherwise requested to be removed by the insured, until the first renewal when the vehicle attains a **vehicle age** of six. At this renewal, New Car Replacement Plus coverage will be removed.

Both COMP and COLL must be maintained on the vehicle to be eligible for New Car Replacement Plus coverage.

New Car Replacement Plus coverage does not apply to leased vehicles.

A vehicle cannot have both Gap (Loan/Lease) coverage and New Car Replacement Plus coverage.

LOSS SETTLEMENT ENDORSEMENT – ORIGINAL EQUIPMENT MANUFACTURER PARTS

Eff. 10-15-18

For an additional premium, COMP and COLL coverages will be extended to repair or replace damaged property with new original equipment manufactured (OEM) parts.

This coverage does not apply to custom equipment, other than for original equipment from the manufacturer of your vehicle.

Coverage ends at the first renewal when the vehicle attains a **vehicle age** of ten.

CUSTOM EQUIPMENT

Eff. 10-15-18

The otherwise applicable premiums shall be modified if limits, in excess of the \$3,000 coverage limit included with the policy, are purchased for coverage for loss to custom equipment, as defined in the auto policy.

TOTAL LOSS DEDUCTIBLE WAIVER

Eff. 10-15-18

Total Loss Deductible Waiver is an optional feature that may be purchased to waive the physical damage coverage deductible in the event of a covered total loss.

ACCIDENT FORGIVENESS

Eff. 10-15-18

Accident Forgiveness is an optional feature that may be purchased to waive premium surcharge due to an at-fault accident on a policy.

A chargeable accident assigned to a driver will not result in any surcharge if the following are met:

1. The Policyholder has purchased the Accident Forgiveness feature, AND
2. The accident occurred while the Accident Forgiveness feature was active, AND
3. The Accident Forgiveness feature remains active throughout the otherwise surchargeable period, AND
4. There are no other chargeable accidents currently being forgiven from a prior application of Accident Forgiveness associated with any driver assigned on the policy in the prior 35 months.

Accident Forgiveness can apply to only one accident at a time per policy. Whether or not an accident is forgiven will be based on the conditions that exist on the policy at the time the accident becomes chargeable. Once an accident is chargeable, it cannot later be forgiven if conditions on the policy change.

Note — If the Accident Forgiveness feature is removed from the policy and an accident is being forgiven at the time of removal, that accident will become chargeable for the balance of the 35-month experience period.

VANISHING DEDUCTIBLE

Eff. 10-15-18

Vanishing Deductible is an optional feature that may be purchased to reduce a Policyholder's deductible. The accrued deductible credit will be subtracted from the coverage deductible to determine what amount the Policyholder will pay in the event of a covered COMP or COLL claim. As part of this feature, each qualified policy will accrue a deductible credit of \$100 to apply to eligible claims starting 31 days after effective date of purchase, and an additional \$100 deductible credit annually at renewal based on all drivers meeting eligibility requirements, up to a maximum of \$500.

Policies are eligible to earn an additional \$100 deductible credit annually at renewal if all drivers on the policy for the most recent one year period:

1. Have no at-fault accidents, AND
2. Have no major violations, AND
3. Have maintained continuous coverage.

The Vanishing Deductible credit will reset to \$100 in the event of a paid COMP or COLL loss after the feature has been purchased. The Vanishing Deductible credit will resume accumulating when all drivers are once again eligible.

IDENTITY THEFT COVERAGE

Eff. 10-15-18

This endorsement will pay up to \$25,000 for expenses incurred by an insured as the direct result of any single identity theft or identity fraud first discovered or learned of during the **policy period**. No deductible applies to this endorsement.

ROADSIDE ASSISTANCE COVERAGE

Eff. 10-15-18

Roadside Assistance is an optional coverage that may be purchased on any policy. This endorsement provides coverage to pay for expenses incurred under roadside assistance.

Towing Limits: Up to 15 miles (Basic) **OR** Up to 100 miles (Plus).

RENTAL REIMBURSEMENT COVERAGE

Eff. 10-15-18

Covers auto rental costs up to the per day limit selected by the Policyholder.

This coverage may be written only when BI, PD, and COMP and/or COLL coverages are also purchased on the auto. Coverage limits may vary for all eligible vehicles on the policy.

FULL SAFETY GLASS COVERAGE

Eff. 10-15-18

When COMP coverage is purchased, full coverage for the repair or replacement of damaged safety glass may be provided. No deductible will apply at the time of loss.

**This coverage is only applicable for existing policies written prior to October 15, 2018.*

MISCELLANEOUS RISKS

UTILITY TRAILERS

Eff. 10-15-18

Physical Damage coverage can be purchased for a utility trailer.

Liability and First Party Benefits are automatically extended for the same limits as the automobile to which it's attached. No endorsement is needed and no additional premium is charged.

Trailers with a value greater than \$12,000 must be written on a Recreational Vehicle policy.

EXTENDED NON-OWNED COVERAGE

Eff. 10-15-18

Extended Non-Owned coverage is available for any vehicle, other than the vehicle(s) described in the Policy Declarations, which is furnished or available for the regular use of the named individual(s) listed on the Policy Declarations.

NAMED NON-OWNER COVERAGE

Eff. 10-15-18

Named Non-Owner coverage is available for individuals who do not own an auto. Coverages will apply to all insured drivers listed on the Policy Declarations.

FINANCIAL RESPONSIBILITY CERTIFICATES (SR-22 FILINGS)

Eff. 10-15-18

A financial responsibility certificate is filed with the Bureau of Motor Vehicles whenever evidence of financial responsibility is required by law. Nationwide will not issue a filing for drivers or residents of states where we are not licensed to write insurance.

A nonrefundable \$15.00 SR-22 fee will apply.

AUTOMOBILE THEFT PREVENTION AUTHORITY PASS-THROUGH FEE

Eff. 10-15-18

Texas Civil Statutes, Article 4413 (37) 10 requires each insurer to pay a fee of \$2.00 per motor vehicle year to the Automobile Theft Prevention Authority. This fee is assessed to the policyholder. This fee is fully earned if the policy cancels.