

The GEICO Indemnity Rating Plan, effective from February 1, 2018, operates on a merit system where drivers without points qualify for the lowest premium rates, while those with points from accidents or traffic violations incur higher rates. Points are assigned based on negligent accidents, moving traffic convictions, and inexperienced operators. The experience period for point accumulation spans thirty-five months prior to the policy's effective date. For accidents, three points are assigned for the first incident and four points for subsequent incidents if damages exceed \$500, with specific exceptions where no points are assigned, such as accidents involving lawfully parked vehicles, reimbursement from responsible parties, and certain emergency situations. Traffic convictions also incur points, with four points for serious offenses like DUI and leaving the scene of an accident, and one to three points for lesser violations. Inexperienced operators, defined as those under 21 with limited driving experience, incur two points, which are removed upon verification of sufficient driving history. A five-year good driver discount is available for vehicles with no assignable points and operators with significant driving experience, while surcharges are applied based on the number of points, affecting various coverage premiums. The policy includes examples illustrating how surcharges impact premiums for one and two-vehicle policies. Additionally, a renewal discount is applied if all operators have no new points at renewal, but this discount may be reset if there is a lapse in coverage exceeding 30 days.