

TRANSPORTATION

Primary Commercial Auto

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In the event of mid-term cancellations, the cancellation date of the policy and filing must coincide. Please contact your underwriter to coordinate dates.

If your office has authority (granted by the home office) to issue filings, you are responsible for making sure that we receive copies of all filings, amendments, cancellations or reinstatements. You are required to send cancellation with required number of days notice on all filings you issue.

MOTOR VEHICLE REPORTS

Current MVRs must be ordered on all drivers, owners and Named Insureds on an annual basis and on drivers added mid-term. The MVRs must be attached to the home office copy of the policy. When adding additional vehicles, ask for additional driver information and forward MVR to the home office within 30 days. **MVRs cannot be more than 90 days old from policy inception date or date driver added.** Refer to state exception page for surcharges and acceptability.

Surcharges	MVRs that generate a driver surcharge should be accompanied by a surcharge endorsement . MVR surcharges are based on violations cited within the past three years, unless stated otherwise in the state exception pages.
Accidents	Accidents are considered " at fault " until a police report is provided stating otherwise. A surcharge or exclusion should be applied until the report is delivered. Police reports should be provided within 60 days.

DRIVER QUALIFICATIONS

- Drivers must be at least 21 years of age with two years experience driving similar equipment. Refer to state exception pages for drivers not meeting these requirements.
- Drivers must have acceptable MVRs (see state exception page).
- **Signed driver exclusions must be received within two weeks. If not, send a Direct Notice of Cancellation as your second request.**
- All accidents are considered at fault unless a police report is received showing not at fault. Police reports must be received within 60 days of inception or within 30 days of adding a driver.



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NATIONAL CASUALTY COMPANY

COMMERCIAL LINES MANUAL

DIVISION ONE - AUTO

Rating Rules:

MOTOR VEHICLE REPORTS - MVR SURCHARGES

Each minor moving violation

- | | |
|---------------------------------------|-------------------|
| - speed | 1 ticket 0% |
| - stop | 2 tickets add 5% |
| - fail to yield | 3 tickets add 15% |
| - fail to obey traffic control device | 4 tickets submit |
| - driving while suspended or revoked | |
| - improper backing | |
| - improper turn | |

Each non-moving violation

(evidencing disregard for the law) including, but not limited to:

- | | |
|--|-----------------------------|
| - oversize/overweight | |
| - failure to appear | up to 3 tickets 0% |
| - expired registration/drivers license | each additional ticket 2.5% |

Each major violation 10% additional

- illegal passing
- drive wrong way on a one way street
- excessive acceleration or speed(15 MPH over limit or more)
- over centerline
- improper lane
- driving too fast for conditions
- failure to have vehicle under control
- following too close/assured clear distance

At fault accidents 10% additional

(Consider at fault unless a police report is received and shows NAF.) If accident and violation are on MVR do not waive 1st violation. 2 at fault accidents - submit.

THE ABOVE EXCEPTIONS DO NOT APPLY TO PUBLIC ENTITY BUSINESS

NATIONAL CASUALTY COMPANY

COMMERCIAL LINES MANUAL

DIVISION ONE - AUTO

Rating Rules:

Additional 25% or exclude drivers with the following violations:

- reckless driving
- carelessness driving
- improper driving
- eluding a police officer
- open containers
- hit & run
- falling asleep at the wheel
- speed contest/racing
- negligent driving

Submit or exclude any driver with a DUI or DWI (if accepted 25% additional) .

Submit or exclude any driver with more than 25% additional surcharge or more than three violations.

Driver Surcharge

Mean Average Surcharge Table (optional)

A mean average surcharge based on the risk's driver profile will apply to each unit including trailers for Bodily Injury, Property Damage, and Physical Damage coverage's. Drivers may be excluded and replaced anytime during the policy term. After the policy has been in effect more than 60 days, a newly acquired driver may be added by adjusting the mean average surcharge or may be added using the "Per Driver" surcharge table.

Calculation of a Mean Average Surcharge

Note: Multiple surcharges per driver are additive.

1. Develop an individual surcharge for each driver by applying the surcharges from the MVR Surcharge Chart to each driver based on the drivers MVR for the past 36 months. Assign a factor of 1.00 to any driver not developing a surcharge.
2. Use the individual driver surcharge developed in step 1 to develop the risk's mean average surcharge as follows:

If there are the same number of drivers as power units:

Add all individual driver surcharges together and divide by the total number of power units. This resulting figure is the mean average surcharge.

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