

**COMMONWEALTH OF VIRGINIA  
STATE CORPORATION COMMISSION  
BUREAU OF INSURANCE**

AT RICHMOND, OCTOBER 4, 2004  
ADMINISTRATIVE ORDER NO. 11656

**AUTOMOBILE INSURANCE PLANS SERVICE OFFICE**

ORDER APPROVING APPLICATION OF THE AUTOMOBILE INSURANCE PLANS SERVICE OFFICE FOR AMENDMENTS TO THE VIRGINIA AUTOMOBILE INSURANCE PLAN MANUAL OF RULES, CLASSIFICATIONS, TERRITORIES, RATES, AND ADDITIONAL CHARGES FOR WRITING INSURANCE UPON APPLICANTS ASSIGNED BY THE PLAN, PURSUANT TO SECTION 38.2-2006 OF THE CODE OF VIRGINIA.

BY LETTERS DATED July 21, 2004, September 1, 2004 and September 15, 2004, the applicant, on behalf of the subscribers to the Virginia Automobile Insurance Plan, filed with and requested the approval of the Commissioner of Insurance of amendments to the Virginia Automobile Insurance Plan Manual of rules, classifications, territories, rates and additional charges for writing insurance upon applicants assigned by the Plan for Trucks, Tractors and Trailers, Garages, Private Passenger Types, Public Vehicles, Zone Rated, and Employer Non-Owned Vehicles, which result in an aggregate overall increase of 19.1% in the statewide rate level for Liability Coverage with a \$70,000 single limit, changes to the Medical Expense Premiums for limits of \$500, \$1,000, and \$2,000, and an aggregate overall decrease of 19.1% in the statewide rate level for Physical Damage. The statewide rate level increase of 19.1% for Liability Coverage with a \$70,000 single limit reflects the following rate level change by types of vehicles:

<u>Types of Vehicles</u>	<u>Statewide Rate Level Change</u>
Trucks, Tractors and Trailers	5.1%
Garages	0.1%
Private Passenger Types	10.5%
Public Vehicles	33.2%
Zone Rated	16.3%
Employer Non-Owned	4.8%

AND IT APPEARING to the Commissioner that a hearing should not be held thereon, there is no objection otherwise and that publication of notice of the filing is not necessary.

NOW, ON THIS DAY the Commissioner, having considered the filing herein and the recommendation of the Bureau of Insurance is of the opinion, finds and orders:

(1) THAT THE PROPOSED amendment to the Virginia Automobile Insurance Plan Manual of rules, classifications, territories, rates and additional charges, to provide for writing insurance upon applicants assigned by the Virginia Automobile Insurance Plan, will produce rates and premiums for writing such coverage in this Commonwealth which are excessive. Therefore, in lieu of the 19.1% proposed statewide rate level increase for Liability Coverage, an overall increase of 18.1% should be, and hereby is, approved for use in this Commonwealth, and in lieu of the 19.1% proposed statewide rate level decrease for Physical Damage, an overall decrease of 19.3% should be, and hereby is approved for use in this Commonwealth. The approved revisions are to be used by the subscribers to the Virginia Automobile Insurance Plan on new business policies effective February 1, 2005 and renewal policies effective March 1, 2005. The statewide rate level increase of 18.1% for Liability Coverage with a \$70,000 single limit reflects the following rate level change by types of vehicles:

<u>Types of Vehicles</u>	<u>Statewide Rate Level Change</u>
Trucks, Tractors and Trailers	4.3%
Garages	-0.1%
Private Passenger Types	10.2%
Public Vehicles	31.8%
Zone Rated	16.1%
Employer Non-Owned	4.7%

(2) THAT AN ATTESTED COPY hereof shall be sent to the Automobile Insurance Plans Service Office, 302 Central Avenue, Johnston, Rhode Island 02919-5095; to E. E. Connell, III, Regional Manager, Virginia Automobile Insurance Plan, P.O. Box 4830, Glen Allen, Virginia 23058-4830; and to Mary M. Bannister, Deputy Commissioner of Insurance.