



Nevada Rating Disclosure Statement

In compliance with NAC 690B.240, we provide this Nevada Rating Disclosure Statement, to explain our system of driving record pricing based upon traffic accidents and/or traffic violations. In this Disclosure Statement, traffic accidents and traffic violations are sometimes referred to as "driving incidents."

The Plan under which your policy is rated uses driving incidents as part of the determination of your premium cost. All chargeable accidents and violations occurring in the 60-month period prior to policy inception or preparation of the renewal policy are considered in developing a driver's policy premium. If a driver is added mid-term, accidents and violations will be considered in developing a driver's premium for the entire 60-month period prior to the driver being added to the policy.

Driving incidents follow the driver. To determine if the accident incident took place in the chargeable period, we use the accident date. To determine if the violation incident took place in the chargeable period, we use the conviction date.

Accidents. In developing the premium, we consider each at-fault accident charged to an operator. Accidents are only considered in policy pricing if, as a result of the accident, the operator is determined to be 50% or more at fault and the accident results in bodily injury or death; or total damage to all property including his or her own in excess of \$1,000.

Minor Violations. In developing the premium, we consider each minor moving violation. Your premium will be increased for each minor moving violation.

Major Violations. In developing the premium, we consider each conviction of a major traffic violation that suggests the presence of a materially increased risk in a motorist. Such major violations include, but are not limited to, Driving Under The Influence of Intoxicating Liquor or Controlled Substance, vehicular homicide, leaving the scene of an accident involving death or injury, or fleeing or eluding a police officer. Your premium will be increased for each major violation. The premium increases are greater for major violations than for minor violations.

Refund of Surcharged Premium. If an incident used to price your policy is later determined to fall under one of the exceptions in the rating rule, the company will recalculate the policy premium, and if the named insured has already paid the policy premium in full, refund to the insured the increased portion of the premium generated by the incident. If the full policy premium has not been paid in full, we will adjust the outstanding premium due.