

ALABAMA VOLUNTARY PRIVATE PASSENGER AUTO FIXED EXPENSE PREMIUM CALCULATION

ROUND AFTER EACH CALCULATION TO THE NEAREST PENNY

Step #	Name	Rate Page Reference	
1	BASE FIXED EXPENSE - PART 1		192.63
2	YPC FACTOR	FE-1	
3	LAPSE FACTOR	FE-1	
4	MULTIPLE POLICY DISCOUNT AT INCEPTION FACTOR	FE-1	
5	NUMBER OF VEHICLES AT INCEPTION FACTOR	FE-1	
6	BASE FIXED EXPENSE - PART 2		38.08
7	CHARGED FIXED EXPENSE PREMIUM [SUB-TOTAL] = (1) * (2) * (3) * (4) * (5) + (6)		
8	RATE ADJUSTMENT FACTOR	RP-3A	
9	AUTOMATIC TREND FACTOR (SEE BELOW)	See Below	
10	CHANNEL FACTOR	RP-12A	
11	BAD DEBT RISK FACTOR	RP-14A	
12	RATE MITIGATION FACTOR	RP-34A	
13	RATE LEVEL MANAGEMENT FACTOR	RP-3A	
14	CHARGED FIXED EXPENSE PREMIUM [FINAL] = (7) * (8) * (9) * (10) * (11) * (12) * (13)		

FIXED EXPENSE PREMIUM AUTOMATIC TREND FACTORS

	Year	<u>Automatic Trend Factor</u>
<div style="border: 1px solid black; padding: 10px; text-align: center;"> <p><u>Subsequent Automatic Trend Factors</u></p> <p>To determine the factors for years not shown in the table, apply the Subsequent Automatic Trend Factor (annual increase) to the latest year's factor, once for each year between the target year and latest year.</p> <p>Round to 4 decimal places after the final calculation.</p> </div>	2023	1.0000
	2024	1.0000
	2025	1.0000
	2026	1.0000
	2027	1.0000
	2028	1.0000
Subsequent Automatic Trend Factor		1.0000