

**THIS ENDORSEMENT CHANGES THE POLICY. PLEASE READ IT CAREFULLY.****RATE PROTECTION ENDORSEMENT****HOW YOUR PREMIUM MAY BE CHANGED**

"Your" policy premium will remain the same unless one or more of the changes listed in paragraphs 1. or 2. below occur:

1. On or after the date this endorsement is added to "your" policy, "we" will adjust the total policy premium only if one or more of the following changes occur:
  - a. change to the location where an insured vehicle is principally garaged;
  - b. addition, deletion, or replacement of an "auto;" or
  - c. addition or deletion of a listed driver on "your" policy.

If one or more of the changes listed in a., b., or c. above occur, your entire policy premium will be adjusted using current rates.

2. On or after the date this endorsement is added to "your" policy, "we" will adjust the premium for certain coverages, as indicated below, only if one or more of the following changes occur:
  - a. if coverage is added or increased, then the rates in effect for "your" current policy period will be applied to all newly purchased coverages, but the premium for existing coverages will remain the same;
  - b. if a limit or deductible is changed, then the premium will be adjusted to reflect that change, using the rates in effect for your current policy period, but the premium for existing coverages will remain the same;

- c. if coverage is deleted or reduced, then your policy premium will be adjusted to reflect any reduction in coverage, but the premium for existing coverages will remain the same; or
- d. if a payment plan is changed, or if you gain or lose a multi-policy discount, then the premium will be adjusted to reflect only that change.

**HOW YOUR POLICY MAY BE CHANGED**

*The following paragraph is added to the **RIGHTS AND DUTIES - GENERAL POLICY CONDITIONS** in "your" policy, under the Condition entitled **HOW YOUR POLICY MAY BE CHANGED**:*

If the Rate Protection Endorsement is endorsed to "your" policy, then the changes that may result in a premium increase or decrease are as set forth in the endorsement. If there is any conflict between the provisions in the Rate Protection Endorsement and the provisions of the **HOW YOUR POLICY MAY BE CHANGED** Condition regarding changes that may result in a premium increase or decrease then the endorsement is controlling. All other provisions under **HOW YOUR POLICY MAY BE CHANGED** remain applicable, including but not limited to, "Your Duty To Notify Us of Changes."

**OTHER PROVISIONS**

All other provisions of the policy remain applicable, including but not limited to, "Our" Right to Cancel or Refuse to Renew under the **TERMINATION** Condition in **RIGHTS AND DUTIES - GENERAL POLICY CONDITIONS**.

## IMPORTANT NOTICE – RATE PROTECTION ENDORSEMENT

The following is an explanation of the provisions of the Rate Protection Endorsement AFAZ02 (Ed. 3/09) which “**you**” have added to “**your**” policy. In the case of any conflict between this notice and the endorsement, the endorsement is controlling:

“**Your**” total premium for the coverages “**you**” have purchased will remain the same unless “**you**” make one of the following changes (which will result in an adjustment to “**your**” total policy premium using current rates):

- Change the location where “**your**” insured vehicle is principally garaged;
- Add, delete or replace an “**auto;**” or
- Add or delete a listed driver on “**your**” policy.

If “**you**” add or increase coverage, then the rates in effect for “**your**” current policy period will apply to all newly purchased coverages, but the premium for other coverages will remain the same.

Additionally, if coverage is deleted or reduced, or if limits or deductibles are changed, then the premium will be adjusted to reflect those changes, but the premium for other coverages will remain the same. If a payment plan is changed, or if you gain or lose a multi-policy discount, then the premium will be adjusted to reflect only that change.

The Rate Protection Endorsement is designed to smooth out rates over time, and it may initially result in an increase or decrease in “**your**” total policy premium depending on a number of factors. The endorsement gives “**you**” a level of predictability and control over “**your**” auto insurance premium. Until “**you**” make a change, “**your**” premium will remain the same. If ERIE’s rates decrease or increase and “**you**” have this endorsement on “**your**” policy, “**your**” premium will not be adjusted at renewal to reflect the rate decrease or increase.

“**You**” may contact “**your**” agent at any time to remove the endorsement and receive the current non-smoothed rate. An endorsement can only be added when “**your**” policy renews; when “**you**” change the location where “**your**” vehicle is principally garaged; when you add, delete or replace an “**auto;**” or when “**you**” add or delete a listed driver.

The stabilization of “**your**” rate does not guarantee continued insurance coverage with ERIE. “**We**” may still cancel or refuse to renew “**your**” policy if “**you**” cease to meet “**our**” eligibility criteria.

If “**you**” have any questions about the Rate Protection Endorsement, or how it may affect “**you,**” please contact “**your**” Agent.