

**VAULT RECIPROCAL EXCHANGE**  
**AUTO COMPLETE – PASSENGER AUTO PROGRAM**  
**FILING MEMORANDUM**

**Georgia**

Vault Reciprocal Exchange (Vault) is filing to revise its Auto Complete – Private Passenger Auto Program in Georgia. Vault is a reciprocal insurer focused on serving the high-net-worth personal lines market, consisting of individuals with higher-valued assets.

We are submitting this filing as Prior Approval in conjunction with the proposed form updates. We are requesting a new business effective date of 7/6/2026 and a renewal effective date of 8/6/2026. The estimated impact of the proposed changes is -5.0%, applicable to \$1,514,000 of in-force premium and 197 policies as of 2/28/2026.

**Proposal Overview**

The proposed revisions include the following key changes:

**1. Default Driver (Rule/Rate 201):**

Vault is revising the Default Driver rule and rate to cap the number of excess vehicles at a maximum of 5 and to moderately increase the associated factors. This change reflects the characteristics of our book of business, where it is common to have risks with 10 or more vehicles on a single policy compared to a low number of drivers, which has resulted in disproportionately large premium reductions under the current structure. As the number of excess vehicles increase, our household composition (the way it sits today) will continue to average down to the default driver factors which are far below typical household factors which come from Rule 202. Primary Use Class and a few others.

Vault modeled two 50-year-old drivers to net out the effect of “multicar discounts” from the various rate plans analyzed. From there, we judgmentally selected updates to our “first excess vehicle” and “2+ excess vehicle” default driver factors which give benefit to customers where there are more cars than drivers. To guide these selections, we compared results from the analysis against other competitor rate plans using a competitive comparison tool, InsurQuote. Please refer to Exhibits 1.1 and 1.2.

**2. Primary Use Class (Rate 202):**

Vault is revisiting the Primary Use Class factors to be more in line with competitors. Factors have been slightly updated for younger and elderly drivers based on a comparison of premiums by age/gender/marital status. Please see Exhibits 2.1 to 2.6 for the comparisons.

**3. Base Rate Revisions (Rate 307):**

Base rates have been adjusted to target an overall rate level impact of -5.0%. Please see Exhibit 3 for the base rate offsets and Exhibit 10 for the policyholder impacts.