

## WOOD FRAME CONSTRUCTION

### Percentage Change from **Current PPC** to **Other PPC**

<b>Current PPC</b>	Factor	<b>Proposed PPC</b>										
		<b>1</b>	<b>2</b>	<b>3</b>	<b>4</b>	<b>5</b>	<b>6</b>	<b>7</b>	<b>8</b>	<b>8B</b>	<b>9</b>	<b>10</b>
<b>1</b>	1.08	<b>0.0%</b>	<b>+0.0%</b>	<b>+9.3%</b>	<b>+11.1%</b>	<b>+16.7%</b>	<b>+22.2%</b>	<b>+27.8%</b>	<b>+33.3%</b>	<b>+57.4%</b>	<b>+80.6%</b>	<b>+83.3%</b>
<b>2</b>	1.08	<b>-0.0%</b>	<b>0.0%</b>	<b>+9.3%</b>	<b>+11.1%</b>	<b>+16.7%</b>	<b>+22.2%</b>	<b>+27.8%</b>	<b>+33.3%</b>	<b>+57.4%</b>	<b>+80.6%</b>	<b>+83.3%</b>
<b>3</b>	1.18	<b>-8.5%</b>	<b>-8.5%</b>	<b>0.0%</b>	<b>+1.7%</b>	<b>+6.8%</b>	<b>+11.9%</b>	<b>+16.9%</b>	<b>+22.0%</b>	<b>+44.1%</b>	<b>+65.3%</b>	<b>+67.8%</b>
<b>4</b>	1.20	<b>-10.0%</b>	<b>-10.0%</b>	<b>-1.7%</b>	<b>0.0%</b>	<b>+5.0%</b>	<b>+10.0%</b>	<b>+15.0%</b>	<b>+20.0%</b>	<b>+41.7%</b>	<b>+62.5%</b>	<b>+65.0%</b>
<b>5</b>	1.26	<b>-14.3%</b>	<b>-14.3%</b>	<b>-6.3%</b>	<b>-4.8%</b>	<b>0.0%</b>	<b>+4.8%</b>	<b>+9.5%</b>	<b>+14.3%</b>	<b>+34.9%</b>	<b>+54.8%</b>	<b>+57.1%</b>
<b>6</b>	1.32	<b>-18.2%</b>	<b>-18.2%</b>	<b>-10.6%</b>	<b>-9.1%</b>	<b>-4.5%</b>	<b>0.0%</b>	<b>+4.5%</b>	<b>+9.1%</b>	<b>+28.8%</b>	<b>+47.7%</b>	<b>+50.0%</b>
<b>7</b>	1.38	<b>-21.7%</b>	<b>-21.7%</b>	<b>-14.5%</b>	<b>-13.0%</b>	<b>-8.7%</b>	<b>-4.3%</b>	<b>0.0%</b>	<b>+4.3%</b>	<b>+23.2%</b>	<b>+41.3%</b>	<b>+43.5%</b>
<b>8</b>	1.44	<b>-25.0%</b>	<b>-25.0%</b>	<b>-18.1%</b>	<b>-16.7%</b>	<b>-12.5%</b>	<b>-8.3%</b>	<b>-4.2%</b>	<b>0.0%</b>	<b>+18.1%</b>	<b>+35.4%</b>	<b>+37.5%</b>
<b>8b</b>	1.70	<b>-36.5%</b>	<b>-36.5%</b>	<b>-30.6%</b>	<b>-29.4%</b>	<b>-25.9%</b>	<b>-22.4%</b>	<b>-18.8%</b>	<b>-15.3%</b>	<b>0.0%</b>	<b>+14.7%</b>	<b>+16.5%</b>
<b>9</b>	1.95	<b>-44.6%</b>	<b>-44.6%</b>	<b>-39.5%</b>	<b>-38.5%</b>	<b>-35.4%</b>	<b>-32.3%</b>	<b>-29.2%</b>	<b>-26.2%</b>	<b>-12.8%</b>	<b>0.0%</b>	<b>+1.5%</b>
<b>10</b>	1.98	<b>-45.5%</b>	<b>-45.5%</b>	<b>-40.4%</b>	<b>-39.4%</b>	<b>-36.4%</b>	<b>-33.3%</b>	<b>-30.3%</b>	<b>-27.3%</b>	<b>-14.1%</b>	<b>-1.5%</b>	<b>0.0%</b>

The numbers to the bottom left of the bolded 0.0% diagonal indicate a reduction in premiums as the PPC rating improves.

The numbers to the upper right of the bolded 0.0% diagonal indicate an increase in premiums as the PPC rating retrogrades.

**Wood Frame Construction:** Outer walls of frame; iron clad; sheet aluminum or aluminum on wood; composition siding; and asphalt covered fiber board. Although many companies use this classification for wood frame construction, individual companies may also establish their own rating system. To truly get an idea of how different types of residential construction classifications may benefit you, contact various insurance agents in your area.

The percentages in the above chart show the change from one PPC to another. However, this may not be the same amount a change in PPC would have on an insurer's bottom line premium, even if nothing else changes. That is because the rating sequences don't always apply all factors in a multiplicative manner. Also, endorsements may add or subtract from an insured's premium and PPC factors typically don't apply to endorsements. For a more accurate rate effect change, contact insurance agents in your area.

Insurer's writing homeowners insurance policies in Texas are not required to use the PPC factors from the Texas Personal Lines Manual. Insurers may file and use their own factors.

**Source: Texas Personal Lines Manual, Homeowners - Table B**