

February 16, 2012

CIRCULAR LETTER TO ALL MEMBER COMPANIES

Re: Revised Dwelling Fire and Extended Coverage  
Insurance Manual Revisions – North Carolina

By Circular Letter to All Member Companies P-12-1 dated January 17, 2012, the Rate Bureau announced revisions to the Dwelling Fire and Extended Coverage insurance rate level as well as revised territory definitions. As a result of revisions to the territory definitions it was necessary to also revise various manual rules that referenced the territory codes. At the time of the publishing of Circular P-12-1, the various manual rules that referenced the territory definitions were not complete, and it was felt that it was important to publish the rate level changes at that time to allow the companies as much time as possible for programing the rate level changes.

The various manual rules have now been completed and approved by the Commissioner of Insurance. In that regard, please find attached a copy of the revised manual rules that are affected by the revised territory definitions.

The approved changes are to be implemented in accordance with the following Rule of Application:

These changes are applicable to all new and renewal policies effective on or after May 1, 2012.

Reprinted Dwelling Manual pages will be distributed in the usual manner as soon as possible. In the meantime, notice of the changes should be sent as soon as possible to your Company's North Carolina agents to make them aware of the revisions.

Please see to it that this circular letter is brought to the attention of all interested personnel in your Company.

Very truly yours,

F. Timothy Lucas

Personal Lines Manager

FTL:dms

Attachment

P-12-3

ADDITIONAL RULE(S)

**RULE A1.  
SPECIAL STATE REQUIREMENTS**

**A. Special Provisions Endorsement DP 32 32**

Use this endorsement with all Dwelling Policies.

**B. Windstorm Exterior Paint And Waterproofing Exclusion Endorsement DP 32 61**

Use this endorsement with **all** Dwelling Policies covering Extended Coverage in Territories ~~0507~~ and ~~0608~~.

**C. Company Rates/State Rates**

References in the manual to "state company rates" means "state rates" in North Carolina.

**D. Flood, Earthquake, Mudslide, Mudflow Or Landslide Insurance Notice**

North Carolina law provides that an insurer selling property insurance that does not provide coverage for the perils of flood, earthquake, mudslide, mudflow, or landslide shall provide a specific notice (a "warning" set forth in the related statute) to the policyholder as to which of the listed perils are not covered under the policy.

The required notice must be:

1. Provided upon issuance and renewal of each policy;
2. In Times New Roman 16-point font or another equivalent font; and
3. Must be included in the policy on a separate page immediately before the Declarations.

The following warning, citing which peril is not covered, must be furnished with each new policy and upon each renewal:

"WARNING: THIS PROPERTY INSURANCE POLICY DOES NOT PROTECT YOU AGAINST LOSSES FROM [FLOODS], [EARTHQUAKES], [MUDSLIDES], [MUDFLOWS], [LANDSLIDES]. YOU SHOULD CONTACT YOUR INSURANCE COMPANY OR AGENT TO DISCUSS YOUR OPTIONS FOR OBTAINING COVERAGE FOR THESE LOSSES. THIS IS NOT A COMPLETE LISTING OF ALL OF THE CAUSES OF LOSSES NOT COVERED UNDER YOUR POLICY. YOU SHOULD READ YOUR ENTIRE POLICY TO UNDERSTAND WHAT IS COVERED AND WHAT IS NOT COVERED."

**RULE A2.  
RESTRICTION OF INDIVIDUAL POLICIES**

If a Dwelling Policy would not be issued because of unusual circumstances or exposures, the named insured may request a restriction of the policy provided no reduction in premium is allowed. Such request shall be referred to the company.

**RULE A3.  
WINDSTORM OR HAIL EXCLUSION – TERRITORIES  
~~0507, 0608, 42 AND 43~~ **48, 49 AND 52 ONLY****

**A. Introduction**

The peril of Windstorm or Hail may be excluded if:

1. The property is located in an area eligible for such coverage from the North Carolina Insurance Underwriting Association; and
2. A Windstorm or Hail Rejection Form is secured and maintained by the company.

**B. Premium Computation**

1. To compute the Extended Coverage Non-seasonal or Seasonal Base Premium or the Broad or Special Form Non-seasonal Base Premium:

- (a) Determine the Extended Coverage, Broad or Special Form Key Premium as described in Rule 301.
- (b) Subtract the Windstorm Or Hail Exclusion Credit shown on the state rates from the Extended Coverage, Broad or Special Form Key Premium.
- (c) Multiply the Extended Coverage, Broad or Special Form Key Premium excluding Windstorm or Hail Coverage developed in Paragraph (b) by the Key Factor for the desired limit of liability.

2. To compute the Seasonal Broad or Special Form Base Premium:

- (a) Determine the **DP 00 01** Extended Coverage Key Premium as described in Rule 301.
- (b) Multiply the **DP 00 01** Extended Coverage Key Premium by the appropriate Seasonal factor shown in Table **301.A.#26(LC)** or Table **301.A.#29(LC)** to determine the Seasonal Broad or Special Form Key Premium.
- (c) Subtract the Windstorm Or Hail Exclusion Base Credit shown on the state rates from the Seasonal Broad or Special Form Key Premium determined in Paragraph (b).
- (d) Multiply the Seasonal Broad or Special Form Key Premium excluding Windstorm Or Hail Coverage developed in Paragraph (c) by the Key Factor for the desired limit of liability.

**C. Endorsement**

Use Windstorm Or Hail Exclusion – North Carolina Endorsement **DP 32 87**.

When Windstorm Or Hail Exclusion Endorsement **DP 32 87** is attached to the policy, enter the following in Declarations:

"This policy does not provide coverage for the peril of Windstorm or Hail."

**RULE A8.  
OPTIONAL RATING CHARACTERISTICS**

Companies may use the following optional rating characteristics or any combination of such optional rating characteristics and Bureau filed characteristics to determine rates, as long as applicable legal requirements are satisfied. The resulting premium shall not exceed the premium that would have been determined using the rates, rating plans, classifications, schedules, rules and standards promulgated by the Bureau, except as provided by statute. The rating factor for any combination of the following optional risk characteristics cannot exceed 1.00, unless the resulting premium does not exceed the Bureau premium.

- A.** Policy characteristics not otherwise recognized in this manual. Examples include: account or multi-policy credit; tiers; continuity of coverage; coverages purchased; intra-agency transfers; payment history; payment options; prior insurance; and new and renewal status.
- B.** Policyholder/Insured personal characteristics not otherwise recognized in this manual. Examples include: smoker/non-smoker status; credit information; loss history; loss prevention training/education; age; work status; marital status; number of years owned; household composition; and good student/education.
- C.** Dwelling characteristics not otherwise recognized in this manual. Examples include: gated community; retirement community; limited access community; revitalized/renovated home; security, safety or loss deterrent systems or devices; age of home; and construction type and quality.
- D.** Affinity group or other group not otherwise recognized in this manual.
- E.** Any other rating characteristics or combination of characteristics if filed by a company and approved by the Commissioner.

**RULE A9.  
WINDSTORM MITIGATION PROGRAM**

**A. Introduction**

With respect to risks located in Territories ~~507, 608, 42 and 43~~ **48, 49 and 52**, premium credits shall be made available for insureds who build, rebuild or retrofit certain residential dwellings, in accordance with specified standards, to better resist hurricanes and other catastrophic windstorm events.

**B. Eligibility**

- 1. A dwelling may be eligible for a premium credit if:
  - a.** The dwelling has been designed and constructed in conformity with, and has been certified as meeting, the Hurricane, Tornado and Hail and High Wind requirements of the Hurricane Fortified for Safer Living® (Fortified) program promulgated by the Institute for Business and Home Safety® (IBHS);

- b.** The dwelling has been certified as meeting, either the Bronze, Silver or Gold hurricane mitigation measures in the Hurricane Fortified for Existing Homes® program promulgated by the IBHS;
  - c.** The dwelling contains Opening Protection in accordance with the qualification requirements set forth in paragraph **D.1.b.**; or
  - d.** The dwelling contains a Total Hip Roof.
2. The provisions of this rule do not apply:
- a.** To condominiums or tenant policies.
  - b.** If the policy excludes the peril of Windstorm or Hail.
  - c.** To dwellings under construction.
  - d.** To Coverage **C** – Personal Property unless the policy also provides Coverage **A** – Dwelling.
  - e.** To mobile homes.
3. To be eligible for a premium credit, mitigation features are not required for adjacent structures including, but not limited to, detached garages, storage sheds, barns, apartments, etc. located on the insured premises.

**C. Proof of Compliance**

The named insured must submit proof that the windstorm loss mitigation features and/or construction techniques have been implemented for each of the following:

- 1. IBHS Hurricane Fortified for Safer Living®  
The named insured shall provide a copy of the proper designation certificate from the IBHS issued for the dwelling.
- 2. IBHS Hurricane Fortified for Existing Homes®  
The named insured shall provide a copy of the proper designation certificate from the IBHS issued for the dwelling. The credit will apply for five years from the date of designation. In order to continue receiving the mitigation credit after five years, the dwelling must be re-inspected and re-designated by the IBHS. If the IBHS designation expires, the applicable mitigation credit will expire upon renewal.
- 3. Opening Protection  
The existence of Opening Protection may be verified by proof of installation.
- 4. Total Hip Roof  
The existence of a hip roof may be verified through photographs of the roof.

**D. Description of Mitigation Credit Tables**

With respect to dwellings to which this rule applies and subject to all other provisions of this Windstorm Mitigation Program, the following approved and properly maintained windstorm mitigation features shall be recognized for a premium credit.

**RULE 305.  
LOSS SETTLEMENT OPTIONS (Cont'd)**

**4. Dwelling Building Other Than Mobile Or Trailer Home**

The premium is computed as follows:

- a. Multiply the Coverage A limit of liability by the appropriate factor from the following table and round to the nearest \$1,000:

% Of Replacement Value*	Factor
20%	4.00
30%	2.67
40%	2.00
50%	1.60
60%	1.33
70%	1.14

**Table 305.B.4.a. Factors**

- b. Develop a Base Premium in accordance with Rule 301. for the amount of insurance computed in Paragraph B.4.a.
- c. Multiply the premium determined in Paragraph B.4.b. by the appropriate factor from the following table:

% Of Replacement Value*	Factor
20%	.73
30%	.74
40%	.75
50%	.76
60%	.77
70%	.78
80%	.80

**Table 305.B.4.c. Factors**

**5. Endorsement**

Use Actual Cash Value Loss Settlement Endorsement **DP 04 76**.

**PART IV  
ADJUSTED BASE PREMIUM COMPUTATION RULES**

**RULE 406.  
DEDUCTIBLES**

The introductory text in Rule 406. preceding Paragraph A. is replaced by the following:

All policies are subject to a deductible that applies to loss from all perils, except Earthquake. A separate deductible type applies to Earthquake Coverage.

Refer to the Earthquake Coverage rule for the applicable deductible provision.

Table 406.B.1. is replaced by the following:

Deductible	Factors
\$ 100*	1.05
500	.95
1,000	.89
2,500	.81

\* Refer to state rates for the minimum annual additional premium charge that applies per location for all \$100 Perils Deductibles.

**Table 406.B.1. All Perils Deductibles**

Paragraph B.2.a.(6) is deleted and replaced by the following:

**B. Optional Deductibles**

**2. Windstorm Or Hail Deductibles**

**a. Percentage Deductibles**

**(6) Deductible Factors**

In Territories ~~0507, 0608, 42 and 43~~ 48, 49 and 52 only, when the property is located in an area serviced by the North Carolina Insurance Underwriting Association (NCIUA), additional calculations must be performed to ensure that the premium credit applied to the deductible is **not** greater than the premium credit that would be applied if the peril of Windstorm or Hail were excluded from the policy.

**(a) Property Not Located in Area Serviced by the NCIUA**

To compute the premium for this provision, multiply the Extended Coverage, Broad or Special Form Base Premium for the Base Deductible for each coverage insured under the policy by the factor selected for the desired windstorm or hail deductible options from the following tables.

**(b) Property Is Located in Area Serviced by the NCIUA**

To determine if an "adjusted deductible credit" or the calculated deductible credit applies, complete each of the following steps:

- Step 1. Multiply the windstorm or hail exclusion credit shown in the state rates, under Additional Rule A3. – Windstorm Or Hail Exclusion, by the Key Factor, for the same amount of insurance used to determine the Extended Coverage, Broad or Special Form Base Premium.

**RULE 406.  
DEDUCTIBLES (Cont'd)**

- Step 2. Multiply the result determined in Step 1. by .9 to determine the "adjusted deductible credit".
- Step 3. Select the factor for the desired windstorm or hail deductible option from the following tables and subtract the factor from unity (1.00).
- Step 4. Multiply the factor determined in Step 3. by the Extended Coverage, Broad or Special Form Base Premium. The result is the windstorm or hail deductible credit.
- Step 5. Compare the results in Steps 2. and 4. If the result in:
  - Step 2. is **less than** the result in Step 4., to compute the premium, subtract the "adjusted deductible credit" from the Extended Coverage, Broad or Special Form Base Premium.
  - Step 2. is **greater than or equal to** Step 4., multiply the Extended Coverage, Broad or Special Form Base Premium by the factor for the desired windstorm or hail deductible option.

Coverage A, B, D Or E And Coverage Options For Buildings And Non-Building Structures			
All Other Perils Ded. Amt.	Windstorm Or Hail Deductible Amounts		
	1%	2%	5%
\$ 100	.99	.92	.82
250	.93	.86	.77
500	.88	.81	.71
1,000	.72	.72	.63
2,500	.49	.49	.48

**Table 406.B.2.a.(6)(b)#1 Factors**

Coverage C And Other Personal Property Coverage Options*	
All Other Perils Ded. Amt.	Windstorm Or Hail 1%, 2% Or 5% Deductible
\$ 100	1.07
250	.99
500	.90
1,000	.72
2,500	.49

\* Only use when policy also covers building or non-building structures

**Table 406.B.2.a.(6)(b)#2 Factors**

Paragraph **B.2.b.(5)** is replaced by the following:

**b. Higher Fixed-Dollar Deductibles**

**(5) Deductible Factors**

In Territories ~~0507, 0608, 42 and 43~~48, 49 and 52 only, when the property is located in an area serviced by the North Carolina Insurance Underwriting Association (NCIUA), additional calculations must be performed to ensure that the premium credit applied to the deductible is **not** greater than the premium credit that would be applied if the peril of Windstorm or Hail were excluded from the policy.

**(a) Property Not Located in Area Serviced by the NCIUA**

Multiply the Extended Coverage, Broad or Special Form Base Premium for the Base Deductible for each coverage insured under the policy by the factor selected for the desired windstorm or hail deductible options from the following tables.

**(b) Property Is Located in Area Serviced by the NCIUA**

To determine if an "adjusted deductible credit" or the calculated deductible credit applies, complete each of the following steps:

- Step 1. Multiply the windstorm or hail exclusion credit shown in the state rates under Additional Rule **A3**. – Windstorm Or Hail Exclusion, by the Key Factor, for the same amount of insurance used to determine the Extended Coverage, Broad or Special Form Base Premium.



**RULE 406.  
DEDUCTIBLES (Cont'd)**

- Step 2. Multiply the result determined in Step 1. by .9 to determine the "adjusted deductible credit".
- Step 3. Select the factor for the desired windstorm or hail deductible option from the following tables and subtract the factor from unity (1.00).
- Step 4. Multiply the factor determined in Step 3. by the Extended Coverage, Broad or Special Form Base Premium. The result is the windstorm or hail deductible credit.
- Step 5. Compare the results in Steps 2. and 4. If the result in:  
 Step 2. is **less than** the result in Step 4., to compute the premium, subtract the "adjusted deductible credit" from the Extended Coverage, Broad or Special Form Base Premium.  
 Step 2. is **greater than or equal to** Step 4., multiply the Extended Coverage, Broad or Special Form Base Premium by the factor for the desired windstorm or hail deductible option.

<b>Coverage A, B, D Or E And Coverage Options For Buildings And Non-Building Structures</b>			
<b>All Other Perils Ded. Amt.</b>	<b>Windstorm Or Hail Deductible Amounts</b>		
	<b>1,000</b>	<b>2,000</b>	<b>5,000</b>
\$ 100	.95	.87	.83
250	.89	.81	.77
500	.84	.76	.72
1,000	--	.68	.64
2,500	--	--	.49

**Table 406.B.2.b.(5)(b)#1 Factors**

<b>Coverage C And Other Personal Property Coverage Options*</b>	
<b>All Other Perils Ded. Amt.</b>	<b>Windstorm Or Hail Deductible Amounts</b>
	<b>\$1,000, \$2,000, \$5,000</b>
\$ 100	.97
250	.90
500	.82
1,000	.68
2,500	.49

\* Only use when policy also covers building or non-building structures

**Table 406.B.2.b.(5)(b)#2 Factors**

The following is added to Paragraph B.:

**3. Named Storm Percentage Deductible – Territories 0507, 0608, 42 And 4348, 49 And 52 Only**

**a. Deductible Amounts**

The Named Storm Percentage Deductible option is used in conjunction with a deductible applicable to all other perils.

A percentage amount of 1%, 2% or 5% of the Coverage A, B, C, D or E limit of liability, whichever is greatest, is available when the dollar amount of the percentage deductible selected exceeds the amount of the deductible applicable to all other perils.

**b. Endorsement**

Use Named Storm Percentage Deductible – North Carolina Endorsement **DP 03 60**.

**c. Schedule Instructions**

Enter on Endorsement **DP 03 60** or the policy declarations the percentage amount that applies to Named Storm.

**d. Loss By Windstorm That Is A Named Storm**

In the event of Named Storm loss to covered property, the dollar amount is deducted from the total of the loss for all coverages.

**e. Deductible Factors**

The factors displayed below incorporate the factors for the All Perils Deductibles shown in Paragraph B.1. Do **not** use the factors for the All Perils Deductibles when rating a policy with a higher Named Storm deductible.

Additional calculations must be performed to ensure that the premium credit applied for the deductible is not greater than the premium credit that would be applied if the peril of Windstorm or Hail were excluded from the policy.

**RULE 406.**  
**DEDUCTIBLES (Cont'd)**

To determine if an "adjusted deductible credit" or the calculated deductible credit applies, complete each of the following steps:

- Step 1. Multiply the windstorm or hail exclusion credit shown in the state rate pages, under Additional Rule **A3. Windstorm Or Hail Exclusion – Territories 0507, 0608, 42, And 4348, 49 And 52** Only, by the Key Factor, for the same amount of insurance used to determine the Extended Coverage, Broad or Special Form Base Premium.
- Step 2. Multiply the result determined in Step 1. by .9 to determine the "adjusted deductible credit".
- Step 3. Select the factor for the desired named storm deductible option from the following table and subtract that factor from unity (1.00).
- Step 4. Multiply the factor determined in Step 3. by the Extended Coverage, Broad or Special Form Base Premium. The result is the named storm deductible credit.
- Step 5. Compare the results in Steps 2. and 4. If the result in Step 2. is **less** than the result in Step 4., to compute the premium, subtract the "adjusted deductible credit" from the Extended Coverage, Broad or Special Form Base Premium. Step 2. is **greater than or equal to** the result in Step 4., multiply the Extended Coverage, Broad or Special Form Base Premium by the factor for the desired named storm deductible option.

Territories <b>0705, 0806, 4248, 49 &amp; 4352</b>			
Named Storm Deductible Percentage	All Other Perils Deductible Amount	Coverage A, B, D, Or E And Coverage Options For Building And Non-building Structures	Coverage C And Other Personal Property Coverage Options
1%	\$ 100	1.00	1.08
	250	.94	1.00
	500	.89	.91
	1,000	.73	.73
	2,500	.50	.50
2%	100	.93	1.08
	250	.87	1.00
	500	.82	.91
	1,000	.73	.73
	2,500	.50	.50
5%	100	.83	1.08
	250	.78	1.00
	500	.72	.91
	1,000	.64	.73
	2,500	.49	.50

**Table 406.B.3.e Named Storm Percentage Deductible**

**RULE 407.**  
**AUTOMATIC INCREASE IN INSURANCE**

Rule 407. is replaced by the following:

**A. Automatic Increase In Insurance Endorsement – DP 32 11**

- 1. The policy may be endorsed to provide automatic annual increases in the Coverage **A, B** and **C** limits of liability. Apply a factor to the Base Premium as follows:

Amount Of Annual Increase	Factor
4%	1.02
6%	1.03
8%	1.04
Each Additional 4% over 8% add:	.02

**Table 407.A.1. Factors**

- 2. The premium for a 3 year policy is 3.2 times the annual policy premium.
- 3. Use Automatic Increase In Insurance Endorsement **DP 32 11**.

**B. Inflation Guard Endorsement – DP 32 70**

- 1. The policy may be extended to automatically adjust the limit of liability applicable to Coverage **A** under the Dwelling Policy. This limit will be adjusted at the same rate as the change in the Index shown on the Declarations, billing notice or named on the form.

**ADDITIONAL RULE(S)**

**RULE A3.  
WINDSTORM OR HAIL EXCLUSION – TERRITORIES  
~~0507, 0608, 42 AND 43~~ 48, 49 AND 52 ONLY**

<b>Territories <del>0507, 0608</del></b>	
Building Credit	\$ 149
Contents Credit	20
<b>Territories <del>42, 43</del> <u>48, 49 and 52</u></b>	
Building Credit	\$ 78
Contents Credit	11

**Table A3.B.2.(R) Windstorm Or Hail Exclusion –  
Territories ~~0507, 0608, 42 And 43~~ 48, 49 And 52 Only**

**RULE A5.  
INSTALLMENT PAYMENT PLAN**

C. The additional charge per installment is \$3.00.

**RULE A6.  
UNPROTECTED DWELLINGS – PROTECTION CLASS 9,  
9E, 9S OR 10**

<b>Rates Per \$1,000</b>	
Additional rate of insurance	\$ 1.50

**Table A6.C.1.a.(R) Unprotected Dwellings – Protection  
Class 9, 9E, 9S Or 10**

**RULE A9.  
WINDSTORM MITIGATION PROGRAM**

<b>Mitigation Feature</b>	<b>Territory <del>507</del></b>	<b>Territory <del>608</del></b>	<b>Territory <del>4248 &amp; 49</del></b>	<b>Territory <del>4352</del></b>
Total Hip Roof	\$10	\$10	\$5	\$5
Opening Protection	11	10	5	5
Total Hip Roof and Opening Protection	21	20	10	10
IBHS Designation:				
<i>Hurricane Fortified for Safer Living®</i>	34	35	<del>18</del> <u>13</u>	<del>13</del> <u>18</u>
<i>Hurricane Fortified for Existing Homes® Bronze Option 1</i>	8	8	<del>4</del> <u>4</u>	<del>4</del> <u>4</u>
<i>Hurricane Fortified for Existing Homes® Bronze Option 2</i>	13	13	<del>7</del> <u>5</u>	<del>5</del> <u>7</u>
<i>Hurricane Fortified for Existing Homes® Silver Option 1</i>	21	22	<del>14</del> <u>7</u>	<del>7</del> <u>11</u>
<i>Hurricane Fortified for Existing Homes® Silver Option 2</i>	25	26	<del>13</del> <u>8</u>	<del>8</del> <u>13</u>
<i>Hurricane Fortified for Existing Homes® Gold Option 1</i>	27	27	<del>13</del> <u>10</u>	<del>10</del> <u>13</u>
<i>Hurricane Fortified for Existing Homes® Gold Option 2</i>	31	32	<del>16</del> <u>11</u>	<del>11</del> <u>16</u>

**Table A9.E.#1(R) – Windstorm Loss Mitigation Credit –  
Coverage A – Dwelling**



**RULE A9.**  
**WINDSTORM MITIGATION PROGRAM (Cont'd)**

Mitigation Feature	Territory <del>507</del>	Territory <del>608</del>	Territory <del>4248 &amp; 49</del>	Territory <del>4352</del>
Total Hip Roof	\$1	\$1	\$1	\$1
Opening Protection	1	1	1	1
Total Hip Roof and Opening Protection	2	2	1	1
IBHS Designation:				
<i>Hurricane Fortified for Safer Living®</i>	5	5	<del>3</del> <u>2</u>	<del>2</del> <u>3</u>
<i>Hurricane Fortified for Existing Homes® Bronze Option 1</i>	1	1	<del>1</del> <u>1</u>	<del>1</del> <u>1</u>
<i>Hurricane Fortified for Existing Homes® Bronze Option 2</i>	2	2	<del>1</del> <u>1</u>	<del>1</del> <u>1</u>
<i>Hurricane Fortified for Existing Homes® Silver Option 1</i>	3	3	<del>2</del> <u>1</u>	<del>4</del> <u>2</u>
<i>Hurricane Fortified for Existing Homes® Silver Option 2</i>	3	4	<del>2</del> <u>1</u>	<del>4</del> <u>2</u>
<i>Hurricane Fortified for Existing Homes® Gold Option 1</i>	4	4	<del>2</del> <u>1</u>	<del>4</del> <u>2</u>
<i>Hurricane Fortified for Existing Homes® Gold Option 2</i>	4	4	<del>2</del> <u>2</u>	<del>2</del> <u>2</u>

**Table A9.E.#2(R) – Contents Windstorm Loss Mitigation Credit – Coverage C – Personal Property**

**RULE 206.**  
**MINIMUM PREMIUM**

D. Minimum Premium – \$50.

**RULE 208.**  
**WAIVER OF PREMIUM**

B. Amount that may be waived – \$3 or less.

**RULE 301.  
BASE PREMIUM COMPUTATION (Cont'd)**

<b>Extended Coverage, Broad And Special Forms – Coverage A Key Premiums*</b>			
<b>Territory</b>	<b>Forms</b>		
	<b>DP 00 01</b>	<b>DP 00 02</b>	<b>DP 00 03</b>
<u>0507, 0608</u>	\$ 171	\$ 182	\$ 282
32	25	31	41
34	29	36	48
36	16	23	26
38	14	20	23
39	16	23	26
41	43	54	71
<del>42, 43</del>	100	112	165
44	24	34	40
45	40	50	66
46	28	35	46
47	35	44	58
<u>48, 49, 52</u>	<u>100</u>	<u>112</u>	<u>165</u>
53	25	31	41
57	21	29	35
60	20	28	33

\* DP 00 01 Key Premiums are Non-Seasonal and Seasonal. DP 00 02 and DP 00 03 Key Premiums are Non-Seasonal only and include the charge for Extended Coverage and Vandalism and Malicious Mischief perils.

**Table 301.A.#25(R) Extended Coverage, Broad And Special Forms – Coverage A Key Premiums**

To develop the Seasonal Base Premiums, multiply the following factors by the DP 00 01 Extended Coverage Base Premiums:

<b>Territory</b>	<b>DP 00 02</b>	<b>DP 00 03</b>
<u>0507, 0608</u>	1.263	1.65
32, 34, 41, 45-47, 53	1.60	1.65
36, 38, 39, 44, 60	1.60	1.65
<del>42, 43</del> <u>48, 49, 52</u>	1.495	1.65
57	1.60	1.65

**Table 301.A.#26(R) Extended Coverage, Broad And Special Forms – Coverage A Seasonal Key Premiums Forms DP 00 02 And DP 00 03**

<b>Extended Coverage, Broad And Special Forms – Coverage A</b>			
<b>Key Factors</b>			
<b>Limit Of Liability (000's)</b>	<b>Coverage A</b>	<b>Limit Of Liability (000's)</b>	<b>Coverage A</b>
\$ 1*	.24	\$ 27	1.64
2	.29	28	1.69
3	.34	29	1.74
4	.40	30	1.79
5	.45	31	1.84
6	.51	32	1.89
7	.56	33	1.94
8	.62	34	1.99
9	.67	35	2.04
10	.72	36	2.09
11	.78	37	2.14
12	.83	38	2.19
13	.89	39	2.24
14	.94	40	2.29
15	1.00	41	2.34
16	1.05	42	2.39
17	1.10	43	2.44
18	1.16	44	2.49
19	1.21	45	2.54
20	1.27	46	2.59
21	1.32	47	2.64
22	1.37	48	2.69
23	1.43	49	2.74
24	1.48	50	2.79
25	1.54	Each Additional \$1,000	.05
26	1.59		

\* Use this limit of liability to develop premiums for policy amounts less than \$1,000

**Table 301.A.#27(R) Extended Coverage, Broad And Special Forms – Coverage A Key Factors**

**RULE 301.  
BASE PREMIUM COMPUTATION (Cont'd)**

Extended Coverage, Broad And Special Forms – Coverage C Key Premiums*			
Territory	Forms		
	DP 00 01	DP 00 02	DP 00 03
0507, 0608	\$ 23	\$ 25	\$ 49
32	2	3	4
34	2	3	4
36	1	2	2
38	1	2	2
39	1	2	2
41	5	7	11
42, 43	14	16	30
44	2	3	4
45	4	5	9
46	2	3	4
47	3	4	6
48, 49, 52	14	16	30
53	2	3	4
57	1	2	2
60	2	3	4

\* DP 00 01 Key Premiums are Non-Seasonal and Seasonal. DP 00 02 and DP 00 03 Key Premiums are Non-Seasonal only and include the charge for Extended Coverage and Vandalism and Malicious Mischief perils.

**Table 301.A.#28(R) Extended Coverage, Broad And Special Forms – Coverage C Key Premiums**

To develop the Seasonal Base Premiums, multiply the following factors by the DP 00 01 Extended Coverage Base Premiums:

Territory	DP 00 02	DP 00 03
0507, 0608	1.300	2.15
32, 34, 41, 45-47, 53	2.10	2.15
36, 38, 39, 44, 60	2.10	2.15
42, 43, 48, 49, 52	1.590	2.15
57	2.10	2.15

**Table 301.A.#29(R) Extended Coverage, Broad And Special Forms – Coverage C Seasonal Key Premiums Forms DP 00 02 And DP 00 03**

Extended Coverage, Broad And Special Forms – Coverage C			
Key Factors			
Limit Of Liability (000's)	Coverage C	Limit Of Liability (000's)	Coverage C
\$ 1*	.17	\$ 27	4.51
2	.33	28	4.68
3	.50	29	4.85
4	.67	30	5.02
5	.83	31	5.19
6	1.00	32	5.36
7	1.17	33	5.53
8	1.34	34	5.70
9	1.50	35	5.87
10	1.67	36	6.04
11	1.84	37	6.21
12	2.00	38	6.38
13	2.17	39	6.55
14	2.33	40	6.72
15	2.50	41	6.89
16	2.67	42	7.06
17	2.84	43	7.23
18	3.00	44	7.40
19	3.17	45	7.57
20	3.34	46	7.74
21	3.51	47	7.91
22	3.67	48	8.08
23	3.84	49	8.25
24	4.00	50	8.42
25	4.17	Each Additional \$1,000	
26	4.34		.17

\* Use this limit of liability to develop premiums for policy amounts less than \$1,000

**Table 301.A.#30(R) Extended Coverage, Broad And Special Forms – Coverage C Key Factors**

**RULE 302.  
VANDALISM AND MALICIOUS MISCHIEF – (DP 00 01)**

Rates Per \$1,000	
Not Seasonal or Vacant	\$ .17
Seasonal and Not Vacant	1.40
Vacant	9.30
In Course of Construction	.19

**Table 302.(R) Vandalism And Malicious Mischief (DP 00 01)**

**RULE 404.  
MOBILE OR TRAILER HOMES – (DP 00 01)**

Use the One Family, Coverage **A** or **C**, Frame Base Premium.

**RULE 406.  
DEDUCTIBLES**

**B. Optional Deductibles**

The Minimum Additional Charge is \$25.00.

**RULE 500.  
MISCELLANEOUS LOSS COSTS**

Rates Per \$1,000*	
Exposure	Rates
<b>A.</b> Fire: Protection Class 1-8	\$ 2.50
Fire: Protection Class 9, 9E, 9S & 10	4.50
<b>B.</b> Extended Coverage (DP 00 01)	1.00
<b>C.</b> Broad Form (DP 00 02)	1.50
<b>D.</b> Special Form (DP 00 03)	2.00
<b>E.</b> Broad Form (DP 00 02) with Endorsement DP 04 65	2.00
* These rates apply to all occupancies, territories, construction and protection classifications, unless otherwise specified. Rates for <b>A.</b> are cumulative with either <b>B.</b> , <b>C.</b> , <b>D.</b> , or <b>E.</b>	

**Table 500.(R) Miscellaneous Rates**

**RULE 507.  
FIRE DEPARTMENT SERVICE CHARGE**

The Additional Rate per \$1,000 of insurance is \$15.00.

**RULE 508.  
TREES, SHRUBS AND OTHER PLANTS**

**C. Premium Computation**

**1. Fire, Extended Coverage, Broad And Special Forms**

The rates in the following table apply to all occupancies, territories, construction and protection classifications, unless otherwise specified:

Fire (DP 00 01)		
Protection Class	Rates Per \$1,000	
1 – 8	\$ 2.50	
9, 9E, 9S & 10	4.50	
Extended Coverage (DP 00 01) – All Specified Perils		
Territory	Rates Per \$1,000	
	Including Wind Or Hail	Excluding Wind Or Hail
0507, 0608	\$ 57.00	\$ 1.00
42, 43, 48, 49, 52	29.00	1.00
32, 34, 41, 45 – 47, 53	15.00	1.00
36, 38, 39, 44, 57, 60	13.10	1.00
Windstorm Or Hail (DP 00 02 And DP 00 03)		
Territory	Rates Per \$1,000	
0507, 0608	\$ 56.00	
42, 43, 48, 49, 52	28.00	
32, 34, 41, 45 – 47, 53	14.00	
36, 38, 39, 44, 57, 60	12.10	

**Table 508.C.1.(R) Premium Computation**

**RULE 512.  
WINDSTORM OR HAIL COVERAGE – MISCELLANEOUS  
PROPERTIES**

	Rates Per \$1,000			
	Territories			
	<u>0507, 0608</u>	<u>42, 43, 48, 49, 52</u>	<u>32, 34, 41, 45 – 47, 53</u>	<u>36, 38, 39, 44, 57, 60</u>
<b>1. Signs</b>				
All Metal	\$ 33.60	\$ 16.80	\$ 12.10	\$ 11.20
Other Construction	112.00	56.00	44.30	38.70
<b>2. Cloth Awnings</b>	56.00	28.00	14.00	12.10
<b>3. Radio Or Television Equipment</b>	112.00	56.00	44.30	32.70
<b>4. Swimming Pools – Construction Of Pool And Related Structures*</b>				
Masonry, Uncovered	.94	.47	.37	.28
Masonry, With Combustible Superstructures (Including Roof) And/Or Fencing – Pool Only	.94	.47	.37	.28
Masonry, With Combustible Superstructures (Including Roof) And/Or Fencing – Superstructure And/Or Fencing	32.60	16.30	11.20	8.40
Other Construction With Or Without Roof	32.60	16.30	11.20	8.40
Inflated Enclosure Or Covering Of Plastic Material	168.00	84.00	65.30	56.00
<b>5. Screens (Including Supports)</b>	32.60	16.30	11.20	8.40
<b>6. Fences And Walls</b>				
Masonry, Iron Or Reinforced Concrete	2.80	1.40	1.12	1.03
Other Construction	56.00	28.00	14.00	12.10
<b>7. Bathhouses, Cabanas, Pergolas, Slathouses, Trellises; Structures Over Water</b>				
Masonry	4.67	2.33	1.49	1.31
Other Construction – Fully Enclosed	6.53	3.27	1.96	1.68
Other Construction – Not Fully Enclosed	17.72	8.86	7.00	6.53
<b>8. Outdoor Equipment</b>	4.80	2.40	2.12	2.03
<b>9. Greenhouses Or Hothouses</b>				
Structures Including Glass, Flowers And Plants	130.60	65.30	61.10	60.60
<b>If insured separately:</b> Structure	11.56	5.78	4.67	4.48
Glass	66.20	33.10	31.30	30.80
Flowers And Plants	87.80	43.90	40.60	40.10
* If any part of a pool's enclosure or roof is made of plastic film or cloth, supported on wood framing, the entire pool is subject to the rates displayed for Inflated Enclosure or Covering of Plastic Material.				

**Table 512.D.(R) Premium Windstorm Or Hail Coverage – Miscellaneous Properties**

**RULE 514.  
ASSISTED LIVING CARE**

**C. Premium**

For Basic Limits, the rate per unit is \$55.38.

For increased Coverage C Limit, the rate per \$1,000 is \$6.38.