Changes to Homeowner Endorsements; Boat, Watercraft, Sports Vehicle Program; and Personal Lines Umbrella Policies

Homeowner Endorsements

- Form #97265 (12/15), Unit-Owners Protection Plus
  - Policy deductible now applies to loss with regards to property used for any business purpose and the Debris Removal provision.
  - Cellular Phone provision removed and coverage no longer available under this form.
  - $100 deductible now applies to losses for the Personal Luggage and Refrigerated Food provisions.

- Form #96220 (12/15), Extra Protection
  - Policy deductible now applies to loss with regards to property used for any business purpose and the Debris Removal provision.
  - Cellular Phone provision removed and coverage no longer available under this form.
  - $100 deductible now applies to losses for the Personal Luggage and Refrigerated Food provisions.

- Form #03588 (12/15), Amendatory Endorsement – Ultra Home Guardian, HO-0009
  - A waiting period has been added to the Back-Up of Sewers or Drains provision indicating coverage would not apply if the loss occurs within the first 15 days of when coverage was added.
  - Deductible amount under the Back-Up of Sewers or Drains provision has been revised to indicate that either the $1,000 or policy deductible will apply, whichever is greater.
  - Policy deductible now applies to loss with regards to Debris Removal provision.
  - Cellular Phone provision removed and coverage no longer available under this form.
  - $100 deductible now applies to losses for the Personal Luggage and Refrigerated Food provisions.
  - Water Damage exclusion revised to match ISO policy language and reinforce the scope of the water exclusion regardless of whether the water damage is caused by an act of nature or is otherwise caused.
  - Specific mention made of various boundary or containment systems such as dams and levees to further highlight this policy.
  - Additional references to tsunami and storm surge added to the exclusion.

- Form #07767 (12/15), Amendatory Endorsement – Exclusion – Flood By or From Any Cause
  - Form revised to match ISO policy language and reinforce the scope of the water exclusion regardless of whether the water damage is caused by an act of nature or is otherwise caused.
  - Specific mention made to the various boundary or containment systems such as dams and levees to further highlight this policy.
  - Additional references to tsunami and storm surge added to the exclusion.

- Form #96217(12/15), Renter's Protection Plus
  - $100 deductible now applies to losses for the Personal Luggage and Refrigerated Food provisions.

- Form #01528 (12/15), Back-Up Of Sewers Or Drains
  - Waiting period added that indicates coverage would not apply if the loss occurs within the first 15 days of when the coverage was added.
  - Deductible amount within the form revised from $500 to $1,000 or the policy deductible, whichever is greater.

- Form #HO-1733 (12/15), Unit-Owners Rental To Others

- Form revised to specify the coverage is available when the residence premises is rented or held for rental to others on an occasional basis only.
- Coverage is not available when the residence premises is rented or held for rental to others on a regular basis.
- Theft exclusion updated to include platinumware, platinum-plated ware, scrip, stored value cards and smart cards.

Boat, Watercraft, Sports Vehicle Program

Effective December 1, 2015, we are taking an inflationary rate increase of 2.4% to our Boat, Watercraft, Sports Vehicle program. The following adjustments make up this overall change:

- Increase in Liability rates by 4% to all Watercraft and Sports Vehicle types
- Eliminates the Homeowner Endorsement Credit of 3%, leading to an physical damage increase of 3% for all Watercraft and Sports Vehicles
- Increases the Excess Horsepower or CC and the Excess MPH Surcharges from 10% to 20% on Sports Vehicles.

Personal Lines Umbrella

- **Ride Sharing:** Transportation Network Companies (i.e. Uber, Lyft) offer Ride Sharing services utilizing smart phone applications and other Internet-based platforms to connect passengers with drivers for a fee. Today, the Policy contains an exclusion for an insured's liability arising out of the ownership or operation of a vehicle while it is being used as a public or livery conveyance.

  Generally implicit in the terms "public or livery conveyance" is the concept the vehicle is being used for a commercial purpose that may involve a charge. Since Ride Sharing services are available to the general public as a conveyance for a charge, such exposures fall within the scope of the "public or livery conveyance" exclusion. To provide clarity within our current umbrella policy language, we are adopting the ISO exclusionary language to define Transportation Network Companies and how they relate to public or livery conveyance. This policy language will be in the Umbrella Amendatory Endorsement Form #02544, (12-15). This exclusionary language has references to the transportation network platform and provides clear language when the exclusion applies.

- **Vehicle Sharing:** Vehicle sharing programs (i.e. RelayRides, Getaround) facilitate the sharing of privately owned vehicles for noncommercial use by individuals enrolled in such a program. These programs typically attract individuals who do not own a vehicle but provide more flexibility than traditional car rental businesses. In order to address Vehicle Sharing exposures, we have revised the Umbrella Amendatory Endorsement, Form #02544 (12-15) to exclude coverage in situations when your covered auto is being operated within the context of a Personal Vehicle Sharing program.

- **Business Use:** In addition to the above, the business use exclusion was revised by adding in verbiage that clarifies the intent of what will be covered for business use. We will provide coverage for business use when an underlying policy listed in the Declarations is providing this coverage and will not be for broader coverage than provided by this insurance.