



# MASSACHUSETTS PROPERTY INSURANCE UNDERWRITING ASSOCIATION

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August 10, 2010

TO: All Massachusetts Producers

**Homeowners Policy Program (HO 2000 Program)  
Optional Property Remediation For Escaped Liquid Fuel and  
Limited Escaped Liquid Fuel Liability Coverages  
Rates, Rules & Forms Revision Effective July 1, 2010**

The Massachusetts Division of Insurance has approved the Massachusetts Property Insurance Underwriting Association (MPIUA) filing, adopting Insurance Services Office's (ISO) newly introduced Rules, Forms and Rates pertaining to Optional Property Remediation For Escaped Liquid Fuel And Limited Escaped Liquid Fuel Liability Coverages, under the Homeowners Policy Program.

These new Rules and Forms have been introduced in response to the 2008 Mass. Acts 453 An Act Relative To Homeowner Heating Safety. As contemplated by the statute, the MPIUA **will require proof** from a licensed oil burner technician, certifying that all remediation steps required by the law have been taken, **before** the Optional Property Remediation For Escaped Liquid Fuel and Limited Escaped Liquid Fuel Liability Coverages is provided.

At this time, we are providing you with revised ISO's Massachusetts Exception Pages HO-E-3 thru HO-E-10, and MPIUA Rate Pages HO-R-13 and HO-R-15. ISO State Exception Page HO-E-4 introduces Rule **A3**. Optional Property Remediation For Escaped Liquid Fuel and Limited Escaped Liquid Fuel Liability Coverages and MPIUA Rate Page HO-R-15, which sets forth the premium for this new coverage. You should insert these pages in the Massachusetts State Pages Section of your Manual.

With the introduction of Rule **A3**, Rule **616**, Optional Property Remediation For Escaped Liquid Fuel and Limited Escaped Liquid Fuel Liability Coverages, no longer applies and therefore will no longer be offered by MPIUA.

Following your review of this material, should you have any questions, please contact our Customer Service or Underwriting Departments.

Very truly yours,

James H. Pappas  
Vice President-Underwriting

Enclosures:

JHP:ed

MPIUA MASSACHUSETTS STATE PAGES EFFECTIVE AS OF 07 - 01 - 2010

PAGE CHECKLIST FOR MASSACHUSETTS STATE PAGES TO BE USED IN CONJUNCTION WITH MULTISTATE RULES OF HOMEOWNERS 2000 PROGRAM DISTRIBUTED BY ISO WITH MULTISTATE NOTICE HO-MU-2000-RU-001.

REVISED AND/OR NEW PAGE NUMBERS ARE UNDERLINED

EXCEPTION PAGES

HO-E-1, HO-E-2	2nd Edition 3-09
<u>HO-E-3</u>	<u>4th Edition 7-10</u>
<u>HO-E-4, HO-E-5</u>	<u>8th Edition 7-10</u>
<u>HO-E-6</u>	<u>6th Edition 7-10</u>
<u>HO-E-7, HO-E-8</u>	<u>5th Edition 7-10</u>
<u>HO-E-9</u>	<u>4th Edition 7-10</u>
<u>HO-E-10</u>	<u>3rd Edition 7-10</u>

MPIUA EXCEPTION PAGES

MPIUA-HO-EXC-1 thru HO-EXC-2	4th Edition	Effective 12 - 15 - 2007
MPIUA-HO-EXC-3	1st Edition	Effective 12 - 15 - 2007
MPIUA-HO-EXC-4	1st Edition	Effective 03 - 01 - 2004

TERRITORY PAGES

<u>HO-T-1</u>	<u>2nd Edition 7-07</u>
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MPIUA BASE CLASS PREMIUM PAGE

<u>HO-B-1</u>	<u>Effective 03 - 31 - 2010</u>
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CLASSIFICATION PAGES

<u>HO-C-1 thru HO-C-4</u>	<u>3rd Edition 10-07</u>
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MPIUA RATE PAGES

HO-R-1	Effective 12 - 31 - 2001
HO-R-2-3	Effective 03 - 31 - 2010
HO-R-4	Effective 12 - 31 - 2001
HO-R-5	Effective 03 - 31 - 2010
HO-R-6 thru HO-R-8	Effective 12 - 31 - 2001
HO-R-9, HO-R-10	Effective 12 - 31 - 2002
HO-R-11	Effective 03 - 31 - 2010
HO-R-12	Effective 03 - 31 - 2010
<u>HO-R-13</u>	<u>Effective 07 - 01 - 2010</u>
HO-R-14	Effective 12 - 31 - 2001
<u>HO-R-15</u>	<u>Effective 07 - 01 - 2010</u>

**ISO's MULTISTATE NOTICE HO - MU - 2000 - RU - 001 DISPLAYS THE LATEST PAGE INFORMATION FOR MULTISTATE RULES PAGES TO BE USED.**

**RULE A2.  
LEAD POISONING EXCLUSION AND COVERAGE  
OPTION (Cont'd)**

A factor of .98 was selected from Table **A** because one unit is subject to the exclusion and another unit has a Letter of Compliance. Next a factor of 1.00 was selected from Table **B** because the third of the three rental units in the dwelling has a Letter of Interim Control. Hence,  $.98 \times 1.00 = .98$  (Rounded to the nearest hundred).

**2. Additional Premium Development**

When Lead Poisoning Exclusion Endorsement **HO 24 41** and Coverage For Lead Poisoning Endorsement **HO 24 42** are attached to the policy:

- a. Develop the reduced premium as noted in **1.** above.
- b. Refer to the state rate pages and select the \$100,000 lead poisoning charge for the number of residential units, at **each** location, without a Letter of Interim Control or without a Letter of Compliance for which coverage is being purchased.
- c. For a higher lead poisoning limit, multiply the charge selected in **b.** above by the Coverage **E** increased limits factor in Rule **701**. Other Exposures – Personal Liability Increased Limits.

**RULE A3.  
OPTIONAL PROPERTY REMEDIATION FOR ESCAPED  
LIQUID FUEL AND LIMITED ESCAPED LIQUID FUEL  
LIABILITY COVERAGES**

**A. Coverage Outline**

**1. Basic Limits**

Massachusetts law requires that the following coverages shall be made available:

**a. Section I – Property Remediation For Escaped Liquid Fuel Coverage**

\$50,000 per occurrence to pay for loss to covered real or personal property, owned by an insured, that is damaged by liquid fuel that escapes from a fuel system on the residence premises as defined in the coverage endorsements. Covered real property includes land, other than farm land, owned by an insured, on which a building or structure is located.

In addition to the primary residence identified in the policy Declarations, the defined term "residence premises" also includes other locations owned by an insured but only if such locations have a fuel system, are specifically insured under Section **II** of the policy and are declared on the Schedule in the aforementioned coverage endorsements. Enter the address of such locations on these endorsements or the policy Declarations. The other locations may be owner occupied or rented to others.

This Property Remediation Coverage applies only for the policy period in which the insured first discovers or first learns of the escaped fuel, even if the escape began before that policy period.

**b. Section II – Limited Escaped Liquid Fuel Liability Coverage**

\$200,000 per occurrence to pay for damages because of bodily injury or property damage involving fuel that escapes from a fuel system from **any** location insured under the policy.

**2. Deductible**

Deductibles shall not exceed \$1,000 per claim.

**3. Endorsements**

- a. Use Property Remediation For Escaped Liquid Fuel And Limited Escaped Liquid Fuel Liability Coverages – Massachusetts Endorsement:

(1) **HO 05 47** – For all forms other than **HO 00 04** and **HO 00 06**;

(2) **HO 05 48** – For Form **HO 00 04**; or

(3) **HO 05 49** – For Form **HO 00 06**.

- b. Use Rating Information For Property Remediation For Escaped Liquid Fuel And Limited Escaped Liquid Fuel Liability Coverages – Massachusetts Endorsement **HO 05 50**.

Attach this optional endorsement to the policy and enter the applicable Risk Class Number on the policy Declarations. If the insurer shows this rating information elsewhere in the policy, this endorsement does not have to be used.

**RULE A3.  
OPTIONAL PROPERTY REMEDIATION FOR ESCAPED LIQUID FUEL AND LIMITED ESCAPED LIQUID FUEL LIABILITY COVERAGES (Cont'd)**

- c. These endorsements provide complete details on coverages, limitations, definitions and additional policy conditions applicable to this coverage. Enter the limits of liability that apply to the Property Remediation Coverage and the Limited Liability Coverage on the endorsement. Also enter on this endorsement the address of any other location, other than the primary residence, to be insured for Property Remediation Coverage.
- d. Do not use these endorsements when Farmers Personal Liability Endorsement **HO 24 73** is part of this policy.

**B. Higher Limits**

**1. Section I – Property Remediation Coverage**

- a. This limit may be increased to \$100,000. The limit selected is entered on the coverage endorsements or the policy Declarations.
- b. Refer to Paragraph **D.** for premium computation instructions.

**2. Section II – Escaped Fuel Liability Coverage**

- a. This limit may be increased to \$300,000. The limit selected is entered on the coverage endorsements or the policy Declarations.
- b. Refer to Paragraph **D.** for premium computation instructions.

**C. Application Of Limits Of Liability**

- 1. For Property Remediation Coverage, the limit selected is a per-occurrence limit and is the most coverage that will be provided for any one "occurrence" during the policy period regardless of the number of locations insured for Property Remediation Coverage or the number of claims made.
- 2. For Limited Escaped Liquid Fuel Liability Coverage, the limit selected is a per-occurrence limit and is the most coverage that will be provided for any one "occurrence" during the policy period regardless of the number of persons injured, the number of persons whose property is damaged, the number of insureds, the number of locations insured under this policy or the number of bodily injury or property damage claims made.

**D. Rating Basis**

**1. Property Remediation For Escaped Liquid Fuel Coverage**

- a. From Table **A3.D.4.**, select:
  - (1) The liquid fuel risk description that best describes each location, **with or without** a dwelling building, insured for Property Remediation Coverage; and
  - (2) The corresponding Risk Class Number for each description identified.
- b. Use the lowest Risk Class Number selected for all such locations.

**2. Limited Escaped Liquid Fuel Liability Coverage**

- a. From Table **A3.D.4.**, select:
  - (1) The liquid fuel risk description that best describes each location, **with or without** a dwelling building, insured under Section **II** of the policy; and
  - (2) The corresponding Risk Class Number for each description identified.
- b. Use the lowest Risk Class Number selected for all such locations.

**3. Premium Selection**

From the state company rate pages, select the appropriate additional premium charges that correspond to the lowest Risk Class Number determined in Paragraphs **1.** and **2.**

**4. Liquid Fuel Risk Selection**

Description	Risk Class No.
Liquid fuel storage containers, tanks or vessels are on covered real property, the location of the residence premises, or on any other insured location; and	
(1) <b>One or more</b> fuel storage containers, tanks or vessels are partially or completely buried <b>below ground</b> (inside or outside of a building or structure); or	100
(2) All are completely <b>above ground</b> (inside or outside of a building or structure).	200

**Table A3.D.4. Liquid Fuel Risk Selection**

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**RULE A4.  
RELOCATION EXPENSES FOR TENANTS – HO 00 02,  
HO 00 03 AND HO 00 05**

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- A. Massachusetts HB 5914 requires "every policy which insures multi-unit residential property against loss or damage by fire shall provide additional benefits, by endorsement attached to the policy, up to a limit of seven hundred and fifty dollars, without deductible, for each rental unit to cover the actual costs of relocation of any tenant or lawful occupant displaced by fire or damage resulting from fire".
- B. The owner of a multi-unit dwelling must provide relocation expenses for tenants for \$750 for each rental unit.
- C. Refer to state company rate pages.  
Use Tenants Relocation Expense Endorsement HO 23 71.

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**RULE A5.  
LIMITED FUNGI, WET OR DRY ROT OR BACTERIA  
COVERAGE**

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**A. Coverage Description**

**1. Basic Limits**

When the optional Limited Fungi, Wet Or Dry Rot, Or Bacteria Coverage Endorsement is attached to the policy, limited amounts of insurance are automatically provided as follows:

**a. Section I – Fungi, Wet Or Dry Rot, Or Bacteria**

\$10,000 to pay for loss to covered real or personal property, owned by an insured, that is damaged by fungi or wet or dry rot, or bacteria on the "residence premises" as defined in the coverage endorsements.

This Coverage applies only for the policy period in which the loss or costs occur.

**b. Section II – Fungi, Wet Or Dry Rot, Or Bacteria**

\$50,000 to pay for damages because of bodily injury or property damage involving the inhalation of, ingestion of, contact with, exposure to, existence of, or presence of any fungi, wet or dry rot, or bacteria.

**B. Increased Limits**

**1. Section I – Fungi, Wet Or Dry Rot, Or Bacteria**

- a. Limits may be increased to \$25,000 or \$50,000. The limit selected is entered on the coverage endorsements or the policy declarations.
- b. Refer to Paragraph D. Premium Computation, for premium computation instructions.

**2. Section II – Fungi, Wet Or Dry Rot, Or Bacteria**

- a. Limits may be increased to \$100,000. The limit selected is entered on the coverage endorsements or the policy declarations.
- b. Refer to Paragraph D. Premium Computation, for premium computation instructions.

**C. Application Of Limits Of Liability**

- 1. For Property Coverage, the \$10,000 or the limit selected is the most coverage that will be provided during the policy period regardless of the number of locations insured for Limited Fungi, Wet Or Dry Rot, Or Bacteria Coverage or the number of claims made during the policy period.
- 2. For Liability Coverage, \$50,000 or the limit selected is an aggregate limit and is the most coverage that will be provided during the policy period regardless of the number of persons injured, the number of persons whose property is damaged, the number of insureds, the number of locations insured under this policy or the number of bodily injury or property damage claims made.

**D. Premium Computation**

**1. Basic Limits**

There is no premium adjustment.

**2. Increased Limits**

Refer to state company rates for an additional charge.

**E. Endorsements**

- 1. Use Limited Fungi, Wet Or Dry Rot, Or Bacteria Coverage Endorsement – Massachusetts:
  - a. **HO 05 37** – For use with all Forms except **HO 00 03**.
  - b. **HO 05 38** – For use with Form **HO 00 03**.
  - c. **HO 05 39** – For use with Form **HO 00 04** with **HO 05 24** and Form **HO 00 06** with **HO 17 31** or **HO 17 32**.
- 2. These endorsements provide complete details on coverages, limitations, definitions and additional policy conditions applicable to this coverage. Enter the applicable Section I – Property Coverage Limit Of Liability for the Additional Coverage Fungi, Wet Or Dry Rot, Or Bacteria and the Section II – Coverage E Aggregate Sublimit Of Liability For Fungi, Wet Or Dry Rot, Or Bacteria.

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**RULE A6.  
COMMUNITY MITIGATION CLASSIFICATION MANUAL**

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With the renaming of the Public Protection Classification (PPC) Manual all references to the PPC Manual shall be understood to be references to the Community Mitigation Classification Manual.

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**RULE A7.  
IDENTITY FRAUD EXPENSE COVERAGE**

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**A. Coverage Description**

When the optional Identity Fraud Expense Coverage endorsement is attached to the policy, \$15,000 of coverage is available to pay for expenses incurred by an insured as a direct result of any one identity fraud first discovered or learned of during the policy period. Such expenses include the costs for notarizing fraud affidavits or similar documents; certified mail sent to law enforcement, financial institutions and credit agencies; lost income resulting from time taken off work to meet with or talk to law enforcement or credit agencies; loan application fees for re-applying for a loan when the application is rejected solely because the lender received incorrect credit information; and reasonable attorney's fees incurred to defend lawsuits brought against the insured and to remove criminal or civil judgments.

**B. Limits Of Liability**

Up to \$15,000 coverage will be provided for the identity fraud of an insured discovered or first learned of during the policy period.

**C. Premium Computation**

Refer to state company rates for additional charge.

**D. Endorsements**

1. Use Identity Fraud Expense Coverage Endorsement **HO 04 55**.
2. This endorsement provides complete details on coverages, definitions and additional policy conditions applicable to this coverage.

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**RULE A8.  
LOSS HISTORY RATING PLAN – ALL FORMS**

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**A. Introduction**

The Loss History Rating Plan recognizes the loss history of an insured or applicant, for both property and liability coverages, in determining the appropriate premium for a new or renewal policy.

**B. Eligibility**

A loss shall be considered eligible for rating under this Plan if:

1. The loss occurred during the three years immediately preceding the date of application for a new policy or the preparation of the renewal policy;
2. The loss occurred with respect to a risk eligible for coverage under the Homeowners Policy Program or Mobilehome Supplement to the Homeowners Policy Program;
3. The loss was sustained with respect to the property or liability of an insured under the policy being rated; and
4. The combined claim payments generated for the loss equal or exceed \$500.

**C. Exceptions**

The following shall not be considered eligible for rating under the Plan:

1. A loss resulting from windstorm or hail.
2. A loss resulting from earthquake, mine subsidence or sinkhole collapse.
3. A loss for which payment occurred only with respect to Medical Payments To Others or similar coverage.
4. A loss to a dwelling currently owned by an insured or applicant which occurred prior to ownership.

**D. Refund Of Increased Premium**

If, after an increased premium is generated based on the requirements of this Plan, it is determined that a loss does not meet the requirements of this Plan, the insurer shall refund the increased portion of the premium attributable to such loss as generated by the Plan.

**RULE A8.  
LOSS HISTORY RATING PLAN – ALL FORMS (Cont'd)**

**E. Administration Of Loss History Rating Plan**

Information necessary to determine the loss history of the named insured or applicant shall be obtained from any one or combination of the following:

1. An application signed by the applicant.
2. A loss history or claims history database.
3. A company's internal records.

**F. Premium Computation**

Multiply the Base Premium by the appropriate factor from the following table:

Number Of Eligible Losses	Factor
0	1.000
1	1.200
2	1.300
3	1.400
4 or More	1.500

**Table A8.F. Premium Computation**

**PART I  
COVERAGE AND DEFINITION TYPE RULES**

**RULE 104.  
ELIGIBILITY**

Form **HO 00 08** is not available. Disregard all references to it in the General Rules.

**PART II  
SERVICING TYPE RULES**

**RULE 209.  
RESTRICTION OF INDIVIDUAL POLICIES**

The following paragraph is added:

The following recommended form of request signed by the Named Insured shall be submitted in duplicate to the Insurance Department for approval: Request for Issuance of a Policy Subject to Restriction in coverage.

The coverage afforded under the policy to which this endorsement is attached is not obtainable by the undersigned Named Insured at standard rates and its issuance is therefore requested subject to the following restriction:

(Insert here applicable restriction)

(Signature of Named Insured)

The following endorsement, duplicate copies of which shall be signed by the Named Insured and the company, shall be attached to the policy and the daily report:

At the request of the Named Insured, it is agreed that this policy is restricted in the following respects:

(Insert here applicable restriction)

\_\_\_\_\_ Insurance Company

By \_\_\_\_\_  
(Title)

(Signature of Named Insured)

**PART III  
BASE PREMIUM COMPUTATION RULES**

**RULE 303.  
ORDINANCE OR LAW COVERAGE ALL FORMS  
EXCEPT HO 00 08**

Table 303.B.2.a. is replaced by the following:

- B. Increased Amount Of Coverage**
- 2. Premium Determination**
- a. Forms HO 00 02, HO 00 03 And HO 00 05**

Percentage Of Coverage A		
Increase In Amount	Total Amount	Factors
15%	25%	1.03
40%	50%	1.07
65%	75%	1.11
90%	100%	1.15
For each add'l 25% increment, add:		.04

**Table 303.B.2.a. Factors**

**PART IV  
ADJUSTED BASE PREMIUM COMPUTATION RULES**

**RULE 406.  
DEDUCTIBLES**

Paragraph C.3.a.(2) is replaced by the following:

- C. Optional Higher Deductible**
  - 3. Windstorm Or Hail Deductibles (All Forms Except HO 00 04 And HO 00 06)**
  - a. Percentage Deductibles**
  - (2) Endorsement**
- Attach Windstorm Or Hail Percentage Deductible Endorsement **HO 03 12** to the policy and enter on the policy declarations the dollar amount of the percentage deductible that applies to Windstorm or Hail and the dollar amount that applies to All Other Section I Perils.

**Example**

- Deductible – Section I \$250 except Windstorm or Hail \$\_\_\_ (1% of Coverage A limit)
- Deductible – Section I \$100 except:
  - \$250 for Theft of Personal Property; and
  - Windstorm or Hail \$\_\_\_ (2% of the Coverage A limit)

**RULE 407.  
ADDITIONAL AMOUNTS OF INSURANCE – FORMS  
HO 00 02, HO 00 03 AND HO 00 05**

Paragraph C.1.c. is deleted and replaced by the following:

- C. Options Available**
- 1. Specified Additional Amount Of Insurance For Coverage A Only**
- c. Use Specified Additional Amount of Insurance for Coverage A Endorsement HO 05 08.**

Paragraph C.2.c. is deleted and replaced by the following:

- 2. Additional Limits Of Liability For Coverages A, B, C, And D**
- c. Use Additional Limits of Liability for Coverages A, B, C, and D Endorsement HO 05 02.**

**RULE 408.  
ACTUAL CASH VALUE LOSS SETTLEMENT  
WINDSTORM OR HAIL LOSSES TO ROOF SURFACING**

Rule 408. does not apply.



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**RULE 410.  
BUILDING CODE EFFECTIVENESS GRADING**

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Paragraph E.1.c. is replaced by the following:

**E. Premium Credit Computation**

**1. Community Grading**

**c. Credit Factors**

**(1) Windstorm Or Hail Factors**

**(a) Forms HO 00 02, HO 00 03, And  
HO 00 05**

Grade	1	2	3	4	5	6	7	8	9	10	Ungraded
<b>Territory</b>											
2-32, 34-36	.03	.03	.03	.02	.02	.02	.02	.01	.01	.00	.00
38-50	.03	.03	.03	.02	.02	.02	.02	.01	.01	.00	.00
33-37	.04	.04	.04	.03	.03	.03	.03	.02	.02	.00	.00

**Table 410.E.1.c.(1)(a) Windstorm Or Hail Factors**

**(b) Form HO 00 04**

Grade	1	2	3	4	5	6	7	8	9	10	Ungraded
<b>Territory</b>											
2-50	.03	.03	.03	.02	.02	.02	.02	.01	.01	.00	.00

**Table 410.E.1.c.(1)(b) Windstorm Or Hail Factors**

**(c) Form HO 00 06**

Grade	1	2	3	4	5	6	7	8	9	10	Ungraded
<b>Territory</b>											
2-36, 38-50	.03	.03	.03	.02	.02	.02	.02	.01	.01	.00	.00
37	.05	.05	.05	.03	.03	.03	.03	.01	.01	.00	.00

**Table 410.E.1.c.(1)(c) Windstorm Or Hail Factors**

**(2) Earthquake Factors**

Grade	1	2	3	4	5	6	7	8	9	10	Ungraded
<b>EQ Terr.</b>											
Statewide	.10	.10	.10	.06	.06	.06	.06	.02	.02	.00	.00

**Table 410.E.1.c.(2) Earthquake Factors**

**PART V**  
**SECTION I – PROPERTY – ADDITIONAL COVERAGES**  
**AND INCREASED LIMITS RULES**

**RULE 505.**  
**EARTHQUAKE COVERAGE**

Paragraphs **D.6.** and **D.7.** are replaced by the following:

**D. Base Premium**

- 6. Building Or Non-Building Structure Items – All Forms:

Multiply the rate in Column G of the table by the appropriate limit of liability for the following Building or Non-Building Structure items, as applicable, and add to the applicable premium determined in Paragraph **D.3.**, **D.4.** or **D.5.**:

- a. Other Structures – Structures Rented To Others Residence Premises;
- b. Other Structures On The Residence Premises – Increased Limits;
- c. Specific Structures Away From The Residence Premises;
- d. Building Additions And Alterations – Other Residence; and
- e. Building Additions And Alterations Increased Limit Form **HO 00 04.**

- 7. Ordinance Or Law – Increased Limit – All Forms:

When the basic Ordinance or Law Coverage limit is increased the earthquake premium is developed based on the increased limit of insurance.

- a. For Forms **HO 00 02**, **HO 00 03** and **HO 00 05**, multiply the rate determined in Paragraph **D.3.a.** by the appropriate factor selected from Rule **303.B.2.a.**
- b. For Forms **HO 00 04** and **HO 00 06**, the premium for this additional coverage is determined based on the dollar amount of increase, represented by the increased percentage amount selected above the basic limit. The rate for each additional \$1,000 of insurance is determined as follows:
  - (1) For Form **HO 00 04**, multiply the rate in Column G of the table by .30.
  - (2) For Form **HO 00 06**, multiply the rate in Column E of the table by .30.
 and add to the applicable premium determined in Paragraph **D.4.** or **D.5.**

**RULE 513.**  
**ORDINANCE OR LAW INCREASED AMOUNT OF**  
**COVERAGE – HO 00 04 AND HO 00 06**

Paragraph **B.2.** is replaced by the following:

**B. Premium Determination**

- 2. The premium for each additional \$1,000 of insurance is developed by multiplying the **HO 00 04** or **HO 00 06**, whichever is appropriate, Key Factor for "Each Add'l \$1,000" by .30 and then multiplying that amount by the appropriate Key Premium.

**RULE 528.**  
**HOME BUSINESS INSURANCE COVERAGE**

Table **528.D.2.a.** is replaced by the following:

Gross Annual Receipts*	HO 00 02, 3, AND 5	HO 00 04	HO 00 06
Up to \$50,000	.10	.50	.40
\$ 50,001 to \$100,000	.14	.70	.56
100,001 to 175,000	.19	.95	.76
175,001 to 250,000	.25	1.30	1.00

\* New business, use \$50,001 to \$100,000 classification

**Table 528.D.2.a. Factors**

**PART VI**  
**SECTION II – LIABILITY – ADDITIONAL COVERAGES**  
**AND INCREASED LIMITS RULES**

**RULE 606.**  
**COMPUTER-RELATED DAMAGE OR INJURY**  
**EXCLUSION AND COVERAGE OPTIONS**

Rule **606.** does not apply.

**RULE 614.**  
**FARMERS PERSONAL LIABILITY**

Paragraph **B.3.** does not apply.

**RULE 616.**  
**OPTIONAL PROPERTY REMEDIATION FOR ESCAPED**  
**LIQUID FUEL AND LIMITED LEAD AND ESCAPED**  
**LIQUID FUEL LIABILITY COVERAGES**

Rule **616.** does not apply.

Rate Pages

<b>603.</b>	<b><u>RESIDENCE EMPLOYEES</u></b>	
	B. Rate per Person In Excess Of Two.....	\$5
<b>604.</b>	<b><u>ADDITIONAL RESIDENCE RENTED TO OTHERS</u></b>	
	B. Premium	
	Rate per Residence	
I	One Family.....	\$65
I	Two Family.....	\$102
I	Three Family.....	\$222
I	Four Family.....	\$273
<b>605.</b>	<b><u>OTHER STRUCTURES RENTED TO OTHERS - RESIDENCE PREMISES</u></b>	
	B. Premium	
I	Rate per Structure.....	\$65
<b>607.</b>	<b><u>HOME DAY CARE COVERAGE</u></b>	
	C.1. Premium	
	1-3 Persons.....	\$111
<b>608.</b>	<b><u>PERMITTED INCIDENTAL OCCUPANCIES - RESIDENCE PREMISES AND OTHER RESIDENCES</u></b>	
	B. Premium	
	Rate per Residence	
	1. Residence Premises.....	\$17
	2. Other Residence.....	\$18
<b>609.</b>	<b><u>BUSINESS PURSUITS</u></b>	
	B. Premium	
	Rate per Insured Person	
	1. Clerical Employees.....	\$4
	2. Sales person, Collector or Messenger - Installation, demonstration or servicing operation : Included.....	\$7
	Excluded.....	\$4
	3. Teachers	
	a. laboratory, athletic, manual or physical training.....	\$12
	b. not otherwise classified.....	\$6
	c. corporal punishment (add to 3. a. or b.).....	\$4
<b>610.</b>	<b><u>PERSONAL INJURY</u></b>	
	B. Premium	
	Rate per policy....	\$13
<b>611.</b>	<b><u>INCIDENTAL LOW POWER RECREATIONAL MOTOR VEHICLES</u></b>	
	B. Premium	
	Rate per Conveyance .....	\$15

MASSACHUSETTS PROPERTY INSURANCE  
UNDERWRITING ASSOCIATION

HO - R - 12

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Rate Pages

**612. OUTBOARD MOTORS AND WATERCRAFT**

**C. Premium**

**1. Outboard, Inboard, or Inboard-Outdrive Engines or Motors**

Horsepower	<u>Length Up to 15 ft.</u>	<u>Length Over 15 to 26 ft.</u>
	<u>Rate</u>	<u>Rate</u>
Up to 50+	\$5	\$8
51 to 100	\$9	\$12
101 to 150	\$13	\$16
151 to 200	\$13	\$20
over 200	\$13	\$20

**2. Sailboats With or Without Auxiliary Power**

Overall Length/Feet	Rate
26 to 40 feet +	\$5
over 40 feet	\$5

+Outboard engines or motors of up to 25 horsepower or sailboats less than 26 feet in overall length with or without auxiliary power are covered in the policy form.

**613. OWNED SNOWMOBILE**

**B. Premium**

Rate per Snowmobile..... \$22

**614. FARMERS PERSONAL LIABILITY (FPL)**

Not Applicable ( Coverage is not provided by MPIUA.)

**615. INCIDENTAL FARMING PERSONAL LIABILITY**

Not Applicable ( Coverage is not provided by MPIUA.)

Rate Pages

**702. OTHER EXPOSURES - MEDICAL PAYMENTS TO OTHERS INCREASED LIMITS**

**Basic Limit**

<b>Rule#</b>	<b>Coverage F- Medical Payments</b>	<b>\$2,000</b>	<b>\$3,000</b>	<b>\$4,000</b>	<b>\$5,000</b>
<b>524.</b>	Other Members Of An Insured's Household	\$1	\$2	\$3	\$4
<b>526.</b>	Residence Held In Trust All Forms				
	Except HO 00 04	\$1	\$2	\$3	\$4
<b>527.</b>	Student Away From Home	\$1	\$2	\$3	\$4
<b>602.</b>	Other Insured Location Occupied By Insured	\$1	\$2	\$3	\$4
<b>603.</b>	Residence Employees	\$1	\$2	\$3	\$4
<b>604.</b>	Additional Residence Rented To Others	\$1	\$2	\$3	\$4
<b>605.</b>	Other Structures Rented To Others -				
	Residence Premises	\$1	\$2	\$3	\$4
<b>607.</b>	Home Day Care Coverage	\$5	\$10	\$15	\$19
<b>608.</b>	Permitted Incidental Occupancies -				
	1. Residence Premises	\$5	\$10	\$15	\$19
	2. Other Residence	\$3	\$6	\$9	\$11
<b>609.</b>	Business Pursuits				
	1. Clerical Employees	\$1	\$2	\$3	\$4
	2. Salesperson, Installation, Etc.				
	Included Or Excluded	\$1	\$2	\$3	\$4
	3. Teachers				
	a. Lab Etc.	\$2	\$4	\$6	\$7
	b. Not Otherwise Classified	\$1	\$2	\$3	\$4
	c. Corporal Punishment				
<b>611.</b>	Incidental Motorized Land Conveyances	\$1	\$2	\$3	\$4
<b>612.</b>	Outboard Motors And Watercraft				
	1. Outboard, Inboard, Or Inboard-Outboard Engines Or Motors				
	a)				
	Up to 15 feet :				
	Up to 50 hp.	\$3	\$6	\$9	\$11
	51 to 100 hp.	\$4	\$8	\$12	\$14
	101 to 150 hp.	\$6	\$12	\$18	\$21
	151 to 200 hp.	\$6	\$12	\$18	\$21
	Over 200 hp.	\$6	\$12	\$18	\$21
	b)				
	Over 15 to 26 feet :				
	Up to 50 hp.	\$4	\$8	\$12	\$14
	51 to 100 hp.	\$6	\$12	\$18	\$21
	101 to 150 hp.	\$8	\$16	\$23	\$27
	151 to 200 hp.	\$12	\$23	\$35	\$41
	Over 200 hp.	\$12	\$23	\$35	\$41
	2. Sailboats With or Without Auxiliary Power				
	26 to 40 feet	\$3	\$6	\$9	\$11
	over 40 feet	\$3	\$6	\$9	\$11
<b>613.</b>	Owned Snowmobile	\$1	\$2	\$3	\$4
<b>614.</b>	Farmers Personal Liability	<b>Not Applicable ( Coverage is not provided by MPIUA.)</b>			
<b>615.</b>	Incidental Farming Personal Liability	<b>Not Applicable ( Coverage is not provided by MPIUA.)</b>			

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ADDITIONAL RULES

Rule A2. LEAD POISONING LIABILITY EXCLUSION AND COVERAGE OPTIONS

F.2. No. of Residential Units at Each Location  
 Without A Letter of Interim Control  
 or Without A Letter of Compliance for  
 which coverage is being purchased

1 .....	\$311
2 .....	\$463
3 .....	\$708
4 .....	\$788

Rule A3. OPTIONAL PROPERTY REMEDIATION FOR ESCAPED LIQUID FUEL AND LIMITED ESCAPED LIQUID FUEL LIABILITY COVERAGES

D. Premium Basis

3. Premium Selection

a. Escaped Liquid Fuel Remediation Coverage

<u>Liquid Fuel Risk</u> <u>Class Number</u>	<u>Limit of Liability</u>	
	<u>\$50,000</u>	<u>\$100,000</u>
100	\$133	\$221
200	\$44	\$74

b. Lead and Escaped Liquid Fuel Liability Coverage

(1) No Insured Location Has a Home Day Care Business

<u>Liquid Fuel Risk</u> <u>Class Number</u>	<u>Limit of Liability</u>	
	<u>\$200,000</u>	<u>\$300,000</u>
100	\$44	\$71
200	\$9	\$14

(2) ONE or More Insured Locations Have a Home Day Care Business

Multiply the premium charge selected in D.3.d.(1) by a factor of 2.00.

Rule A4. RELOCATION EXPENSES FOR TENANTS -

C. Charge per rental unit .....	\$4
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Rule A5. LIMITED FUNGI, WET OR DRY ROT, OR BACTERIA COVERAGE

D. Premium Computation

2. Increased Limits

a. Section I - Property

\$25,000 charge per policy	\$46
\$50,000 charge per policy	\$78

b. Section II - Liability

\$100,000 charge per policy	\$7
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Rule A7. IDENTITY FRAUD EXPENSE COVERAGE

C. Premium Computation

Limit of Liability \$15,000	\$26
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