



MASSACHUSETTS PROPERTY INSURANCE UNDERWRITING ASSOCIATION

Underwriting Division
Two Center Plaza
Boston, Massachusetts 02108-1904
(617) 723-3800, MA Only (800) 392-6108, FAX (617) 557-5678

April 21, 2008

To: All Massachusetts, Brokers, Companies and Special Agents

RE: **Premium Installment Program Revision- Six Installments/Service Fees**

The Association has filed and the Division of Insurance has approved an amendment to its Premium Installment Program. The revised installment plan expands the number of installments and length of time an insured will be able to spread premium payment over. In conjunction with this change, the Association has decreased the service charge applied to each installment.

This new installment program calls for six premium payments, initial down-payment and five additional installment payments. Payments are to be spread over a period of two-hundred-fifty days. Individual installment payments are due at 50, 100, 150, 200 and 250 days from the policy inception. The service charge per installment has been reduced from \$3 to \$2 for policies with annual premium of less than \$300 and from \$6 to \$4 for policies with annual premium of \$300 or more. **These installment fees can be avoided by making payment online at mpiua.com.** These changes are **effective May 1, 2008 for New Business and June 15, 2008 for Renewals.**

The previous installment plan will no longer be offered after these effective dates. A complete overview of the installment plan is attached for your review. Payments can be made online at mpiua.com or by sending payment to:

Massachusetts Property Insurance Underwriting Association
PO Box 981030
BOSTON MA 02298-1030

If you have any questions regarding this change please contact the Association's Consumer Service Unit.

Very Truly Yours

James H. Pappas
Vice President-Underwriting