



January 13, 2011

HOW PROGRAM REVISION INTRODUCED IN DE & MD

BACKGROUND

To enhance the competitive position of the MSO® House of Worship program, we are introducing updated versions of the coverage form, supplemental declarations and manuals. This revised program has been approved in Delaware and Maryland. The filings were previously approved in New Jersey and Pennsylvania.

FORMS CHANGES

This revision introduces new versions of the coverage form (MHW 010 09 10) and supplemental declarations (MHW 011 09 10).

The revision highlights include the following:

Part I B - Supplemental Coverages Increased

Debris Removal to \$10,000
Fire Dept. Service Charge to \$2,500
Fire Extinguisher Recharge to \$5,000
Outdoor Signs to \$2,500
Trees, Shrubs, Plants
 Per Occurrence to \$2,500
 Per Each Item to \$500
Valuable Papers to \$10,000

Part I B - Supplemental Coverages Introduced

Business Income Loss from Interruption of Computer Services for \$10,000
Credit Card / Forgery / Counterfeit Money for \$2,500
Employee Dishonesty for \$5,000
Loss of Electronic Data for \$10,000
Satellite Dishes for \$2,500

Part I D - Property Exclusions

Added an exclusion for electronic data to clarify that coverage is limited to that provided under the new supplemental coverage.

Common Exclusions

Added specific references to the Fair and Accurate Credit Transactions Act (FACTA) and the Fair Credit Reporting Act (FCRA) in the Part II communications exclusion.

**FORM CHANGES
(Continued)**

New Endorsements

Introduced the Green Upgrade Supplemental Coverage endorsement (MCP 142 08 10) as an optional coverage for “green” building materials.

Introduced two endorsements to provide an option for functional replacement cost on buildings and contents. These are Functional Replacement Condition – Coverage A (MHW 260) and Functional Replacement Condition – Coverage B (MHW 261).

Also a new edition of the mandatory endorsement (MCM 840 01 11) applies in Maryland.

**MANUAL
CHANGES**

The manual rules are revised to correlate with the increases in sub-limits and the introduction of new coverages.

The revision highlights include the following:

Revised the rules for Employee Dishonesty, Outdoor Signs and Satellite dishes, and Valuable Papers to reflect the sub-limits increases and other changes in the coverage forms.

Added rules for Credit Card, Electronic Data, and Interruption of Computer Services to correlate with the new supplemental coverages in the coverage forms.

Added rules for the optional Functional Replacement cost and Green Upgrade coverages.

Added higher limit options of \$750,000 and \$1,000,000 for Fire Legal Liability.

Added a higher limit option of \$2,000,000 for Increased Limit of Liability.

**EFFECTIVE
DATE**

The HOW revision is effective March 1, 2011 in Delaware and Maryland.

DISTRIBUTION

The revised HOW coverage form, supplemental declarations, manual and corresponding policyholder notices will be added to the CD-ROM. Affiliated companies will be able to access these through our website: <http://www.msonet.com>.

QUESTIONS

Contact Jan Kozlowski at (800) 935-6900.

