



May 31, 2005

SWIMMING POOL RULE INTRODUCED FOR BUSINESSOWNERS IN NEW JERSEY AND MARYLAND

BACKGROUND

We are introducing a rule to rate risks with swimming exposures. In the MSO[®] General Liability program, there is an additional premium rule for a risk that has a swimming pool or bathing beach exposure on the premises. There is no similar rule in the BOP manual.

Typically, the BOP eligible risks that would have such an exposure would be apartments and condominiums. However, insurers are hesitant to write these on a BOP as there is the significant exposure of the pool / beach but without the correlated premium charge. The rate in the BOP is the same as that in the GL program, but reduced 20% to reflect the “package” modification.

ADOPTIONS

The filing is now approved in Maryland, and we have deemed it into effect in New Jersey. The filing was previously approved in Pennsylvania. The filing is still pending in Delaware.

EFFECTIVE DATE

New Jersey - June 1, 2005
Maryland - June 15, 2005

DISTRIBUTION

The revised manual pages will be added to the CD-ROM. Affiliated companies can access these through our website: <http://www.msonet.com>.

QUESTIONS

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