



September 2, 2010

## **COMMERCIAL PROPERTY PROGRAM REVISIONS APPROVED IN NEW JERSEY AND PENNSYLVANIA**

### **BACKGROUND**

To enhance the competitive position of the MSO® Commercial Property program, we are introducing updated versions of the coverage forms, supplemental declarations, several endorsements and manuals.

### **FORMS CHANGES**

This revision introduces new versions of the coverage forms, supplemental declarations and endorsements as follows: MCP 010 (08 10), MCP 014 (08 10), MCP 016 (08 10), MFP 032 (08 10), MCP 011 (08 10), MCP 013 (0810), MCP 015 (08 10), MCP 017 (08 10), MFP 033 (08 10), MFP 035 (08 10), MFP 037 (08 10), MCP 031 (08 10), MCP 070 (08 10), MCP 109 (08 10), MCP 131 (08 10), MCP 142 (08 10), MCP 171 (08 10) and MCP 172 (08 10).

MCP 183 - Money and Securities — Robbery and Safe Burglary Crime Coverage (Form Q) • Part I has been withdrawn.

The MCP 010 (08 10) revision highlights include the following:

#### **Part I A - Main Coverages**

##### **Coverage D - Loss of Use Resulting From Direct Covered Loss**

Added new option (trigger endorsement MCP 508) to remove the Computer Hacking/Computer Virus exclusion from Electronic Media – Special Period of Indemnity.

#### **Part I B - Supplemental Coverages Increased**

Fire Dept. Service Charge to \$2,500  
Fire Extinguisher Recharge to \$5,000  
Outdoor Signs to \$2,500

#### **Part I B - Supplemental Coverages Introduced**

Loss of Electronic Data for \$3,000  
Satellite Dishes for \$1,000

#### **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.

**FORMS CHANGES -  
Continued**

**Part I F - Losses Not Insured**

Under the Flood / Flooding Exclusion, revised the wording to clarify that coverage does not apply to losses “caused by, or a consequence of , rain, snow, wind or other condition of the weather, or an otherwise covered cause of loss.”

Revised the Water Damage exclusion to more clearly indicate that even if the origin of the water backup is off the premises, the exclusion still applies.

Similar revisions made to MCP 014 (08 10), MCP 016 (08 10) and MFP 032 (08 10) as applicable.

**MANUAL CHANGES**

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

Added a rule for Electronic Data, to correlate with the new supplemental coverage in the applicable coverage forms.

Revised the rules for Outdoor Signs, and Fire Department Service Charges to reflect the sub-limits increases.

Revised the Outdoor Antenna Coverage rule to include Satellite Dishes.

The Electronic Media section in the Business Income Rule has been revised to include the option to delete the Computer Hacking/Computer Virus exclusion.

**GLASS COVERAGE** - The Glass rules and rates have been completely revised to a more simplified rating system using linear feet as the rating basis.

**CRIME COVERAGE** - The rating for Money & Securities Coverage has been simplified to flat rates for specific limits of coverage. The Storekeepers Coverage Plan has been eliminated as this type of business is now more commonly written in the Businessowners Program..

**EFFECTIVE DATE**

January 1, 2011 - New Jersey & Pennsylvania  
Pending in Maryland, Delaware & New York.

**DISTRIBUTION**

Policy forms, Supplemental Declarations, endorsements, manual pages and corresponding policyholder notices will be added to the CD-ROM and website in mid-October. Please contact us if you wish to view the material beforehand.

**QUESTIONS**

Contact Pepper Treuvey at (800) 935-6900.