



September 3, 2015

MANDATORY ENDORSEMENTS REVISED IN NJ & PA TO ADD FRACKING EXCLUSION

BACKGROUND

We have revised various commercial mandatory endorsements in New and Pennsylvania. The revised endorsements are:

New Jersey

- BU 0820 (08 15) - applicable to the BOP
- MCL 790 (08 15) - applicable to Commercial Umbrella
- MCM 820 (08 15) - applicable to Commercial Property, Commercial Liability, Contractors, House of Worship, Garage

Pennsylvania

- BU 0810 (10 15) - applicable to the BOP
- MCL 780 (10 15) - applicable to Commercial Umbrella
- MCM 810 (10 15) - applicable to Commercial Property, Commercial Liability, Contractors, House of Worship, Garage

The New Jersey and Pennsylvania Departments of Insurance have now approved these endorsements.

CHANGES

In all of the endorsements, we have added an exclusion for fracking. Although fracking would already be considered excluded under our main policy forms for Commercial Property, Commercial Liability, Businessowners and CMP programs, MSO, for clarification purposes, added the fracking exclusion to strengthen the intent of the policy by making it clear that losses due to fracking were never intended to be covered.

POLICYHOLDERS NOTICE

We have developed sample policyholder notices for the Fracking Exclusion.

COMPANY ACTION

If your Company is not using the most current version of an MSO program and you are unsure as to whether or not the revised Mandatory Endorsements are compatible with the version you are using, please contact us for assistance.

EFFECTIVE DATE

October 1, 2015 for all endorsements.

DISTRIBUTION

The revised New Jersey and Pennsylvania State Mandatory Endorsements will be added to the CD-ROM. Affiliated companies will be able to access this through our website: <http://www.msonet.com>.

QUESTIONS

Contact Trish Riggio, at (800) 935-6900.