

NYPIUA PRODUCER NEWS

MARCH 2009

NYPIUA TO OFFER BROAD FORM PERILS

Effective April 1, 2009, NYPIUA will offer Broad Form Perils. This will be available Statewide for 1- 4 family dwellings, Improvements and Betterments in an apartment or condominium unit, and personal property. In addition to EC and V&MM perils, Broad Form includes property damage by burglars (not theft of property), falling objects, weight of ice, snow or sleet, accidental discharge of water or steam, sudden cracking of a steam or hot water heating system, freezing, and sudden damage from artificial electric currents.

Policies will be written on an actual cash value loss settlement basis except for policies written in conjunction with a New York State approved wrap-around endorsement. Those may be written at Repair or Replacement Cost. To apply for Replacement Cost you must submit a Repair or Replacement Cost Application Supplement form. The form can be printed from our website, www.nypiua.com, by selecting the "To Print a Form" icon.

Important:

A 2% catastrophe windstorm deductible will apply to all **policies written with Broad Form coverage only** for risks in Bronx, Brooklyn, Nassau, Queens, Staten Island, Suffolk and Westchester. The deductible would be in effect in the event of a category 2, 3, 4, or 5 hurricane as declared by the National Weather Service.

The premium will be calculated using loss costs published by the Insurance Services Office (ISO).

The following Dwelling loss cost multipliers and adjustment factors will apply:

	Loss Cost Multiplier
Fire:	2.071
Broad Form (Allied Lines):	2.033

The Broad Form Perils Adjustment Factor is: 1.20

Premium quotations for Broad Form coverage will be available on our website, www.nypiua.com by selecting the "Dwelling Premium Quotation" icon.

NEW WRAP- AROUND OPTION

To conform with legislation enacted in June 2008, New York Property Insurance Underwriting Association is now offering a new loss settlement option for personal property. NYPIUA will provide Repair or Replacement Cost coverage for personal property in an owner occupied 1- 4 family dwelling, apartment, or condominium unit only when the NYPIUA policy is written with a New York State approved wrap-around policy that provides windstorm coverage in **excess** of the NYPIUA coverage. A Repair or Replacement Cost Application Supplement must be completed. The form can be printed from our website, www.nypiua.com. A premium factor of 1.15 will apply.

The new replacement cost loss settlement option for personal property will be available April 1, 2009.

Coverage provided by NYPIUA cannot exceed six hundred thousand dollars for building coverage and two hundred fifty thousand dollars for personal property.

C-MAP PROGRAM

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The Coastal Market Assistance Program (C-MAP) was established by the State of New York Insurance Department and is administered by New York Property Insurance Underwriting Association (NYPIUA). Its purpose is to assist homeowners living in New York's coastal areas to obtain insurance for their homes. To increase availability, insurance companies voluntarily participate in C-MAP by offering to insure property that they might otherwise not accept as a result of proximity to the coast.

Eligibility requirements for C-MAP are:

- Property is located on the south shore of Long Island, Brooklyn, Queens, Staten Island, or Long Island's "Forks" and is within one mile of the shore*.
- Property is located on the north shore of Long Island, in the Bronx or Westchester and is within 2500 feet of the shore.
- Homeowners must have received a non-renewal notice, cancellation notice, or a conditional renewal notice from their insurer for a reason other than non-payment.
- NYPIUA policyholders whose property meets the geographic criteria defined above.
- New purchasers of shore property may also apply if their property meets the geographic criteria defined above.

Applications for C-MAP and information about the program are available at www.nypiua.com. Look for the icon for "Coastal Market Assistance Program." Applications may be submitted electronically using the website.

*The term "shore" refers only to salt-water ocean, sound, bay, or inlet with distance measured from the normal high-tide mark.

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Call us at: (212) 208-9700, Press 7, then 3 (customer service)

E-Mail us at: fairplan@nypiua.com

Write to us at: *Producer News*, New York Property Insurance Underwriting Association
100 William St., 4th Floor, New York, NY 10038-4599

Visit us on the Web at: www.nypiua.com

NYPIUA INTERNET ACCESS ID REQUEST

To take full advantage of the services provided on the NYPIUA website, complete this form to obtain a Producer Access ID.

Contact Name: _____

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Please Mail this form to: *New York Property Insurance Underwriting Association*
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