

Homeowners Manual of Rates And Rules
2008 Edition

Table Of Contents

Part I– Description Of The Plan

- I. Introduction
 - A. General Explanations
 - 1. Plan is optional
 - 2. Purpose of the plan
 - 3. Coverage
 - 4. State Amendments
 - 5. Optional Coverage
- II. General Definitions
 - A. Homeowner
 - B. Insured
 - C. Risk
 - D. Rates
 - E. Premium

Part II –Operation Of The Plan

- A. Limits Of Residential Coverage
- B. Per Occurrence Deductible
- C. Additional Personal Liability Limits
- D. Term Of Plan
- E. Policy Preparation
- F. Statistical Reporting
- G. Other
- H. Cancellation

Table Of Contents (Continued)

Part III – Rating Formula And Procedure

- I. How Premium is Determined Under The Plan
- II. Premium Formula
- III. Definitions of Terms Used For The Premium Formula

Appendix A – State Special Provision

PART I. DESCRIPTION OF THE PLAN

I. INTRODUCTION

The rules contained in this plan apply to Homeowners package insurance.

A. General Explanations

1. Plan is Optional

The application of this plan is optional and may be used only upon election by the insured and acceptance by the insurance carrier.

2. Purpose of the Plan

This Homeowners plan permits a homeowner who is insured for coverage as noted in item 3 to reimburse the insurer for losses incurred in connection with that coverage. In exchange for agreeing to cover these losses, the homeowner shall pay premium as specified in this plan.

3. Coverage

Coverage under this plan is provided by the Homeowners policy with deductible and limits as opted for by the insured. In the event that this plan does not agree with the coverage as specified in the policy, the policy form takes precedent and voids any differences found in this plan. In general, the basic policy includes coverage for:

- a. Residences owned,
- b. Personal property not automobiles,
- c. Loss of use of a residence,
- d. Loss from personal financial swindling,
- e. Mortgage renegotiation cost after residence destruction,
- f. Loss of personal computer information,
- g. Destroyed debris removal and other related costs,
- h. Construction code upgrades,
- i. Food spoilage,
- j. Identity fraud expenses,
- k. Third party bodily injury, personal injury or property damage.

4. State Amendments

State special rules or provisions that amend the program will be shown on the state pages. These pages are included in Appendix A.

5. Optional coverage

Homeowners have a variety of special needs and The Your Home Company also offers the follow optional coverage for an additional price:

- a. Secondary residence,
- b. Home business,
- c. Higher personal liability limits,
- d. Additional personal effects limits,
- e. High valued collections floater,
- f. Guaranteed replacement cost,
- g. Earthquake coverage,
- h. Watercraft coverage,
- i. Special club membership coverage,
- j. Builders risk coverage,
- k. Renters insurance,
- l. And various state specific coverage

II. GENERAL DEFINITIONS

A. Homeowner

Homeowner is the named insured listed on the declaration and spouse of that named insured.

B. Insured

Family members are also insured under this policy, but only if they are residents of the homeowners household. We also insure others if they are working for the homeowner in special situations as defined in the policy.

C. Risk

Risk means the insured to which this plan is applied.

D. Rates

1. Manual rate means the rate shown on the state rate pages.
2. Authorized Rate means either:
 - a. The manual rate or any other rate established by the licensed rating organization, or
 - b. Where applicable, the rate filed by the carrier and approved in accordance with state regulatory requirements.

E. Premium

For the purpose of this plan, premium means the premium for the risk determined on the basis of the exposure subject to this plan, authorized rates, any applicable rating factors and any other state authorized premium modifications applicable as defined in the rating formula and procedure as defined in Part III.

PART II. OPERATION OF THE PLAN

Optional Deductibles, Limits, and Terms

A. Limits Of Residential Coverage

Homeowner will select amount of coverage desired and base rates are per \$1,000 of coverage for actual cash value coverage. If homeowner desires replacement cost coverage as define in the policy forms, then Your Home Company will establish initial coverage and increase coverage every year in accordance with an index filed with the state.

B. Per Occurrence Deductible

The deductible type available is a “per occurrence” deductible. The deductible is applied to all losses except personal liability and medical expenses. As elected by the insured, available deductible amounts start at \$250 and increase up to \$10,000 with corresponding credits as listed in the rates pages

C. Additional Personal Liability Limits

Personal liability and medical expense applies “per occurrence” deductible. The limit is applied to all personal liability and medical expenses. As elected by the insured, available limits start at \$250,000 and increase up to \$1,000,000 with corresponding. A \$250,000 limit is included in the base rate. Additional charges for increased limits are on the rate pages.

D. Term of Plan

The term of the plan is one year.

E. Policy Preparation

The calculated deductible premium credit, increased limits charge and optional coverage charges shall be listed on the declaration page. Each policy with optional coverage shall include corresponding endorsements.

F. Statistical Reporting

Your Home Company will report exposure, premium and loss data to a designated statistical collection agency in accordance with rules, forms, and procedures promulgated by the statistical agent and state insurance authorities.

G. Other

Your Home Company intends to comply fully with any and all state regulations including those listed in Appendix A.

F. CANCELATION

If Your Home Company cancels the policy, premium for a canceled policy will be computed on a pro rata basis. If the homeowners cancels the policy, than premium will include a penalty of 10% of the unearned premium for remaining policy term.

PART III RATING FORMULA AND PROCEDURE

I. HOW PREMIUM IS DETERMINED UNDER THE PLAN

The premium is computed on the basis of the formula shown in II. below.

II. PREMIUM FORMULA

III. DEFINITIONS OF TERMS USED FOR THE PREMIUM FORMULA

State Special Provisions