

January, 2005

DELAWARE

BULLETIN TO: PRODUCERS

**THE DELAWARE FAIR PLAN ANNOUNCES A CHANGE IN IT'S
RENEWAL PREMIUM / EXPIRATION NOTICE PROCEDURE**

Starting January 1, 2005, the Renewal Premium/Expiration Notice will be changed to a computer generated format. Most importantly, most renewal quotes will contain the added feature of providing two quotes. The first will quote using the existing/expiring amounts of insurance. The second is an optional quote for a slightly higher building limit (currently 10% but subject to change).

LEARN MORE ABOUT IT

VISIT OUR WEBSITE: www.defairplan.com

Get a Quote, Applications, Forms, Rules and Procedures (Our Manual), Request An Endorsement, Ask for an Inspection, Report a Claim, Order Supplies, Find out What's New



Conditional Terrorism Exclusion on Commercial Policies Effective 1/1/05 and thereafter.

As of yet, Congress has failed to pass an extension to the Terrorism Act which expires on 12/31/05. Since the existing Terrorism Endorsement only describes how insurance would be handled when the act is in force, an additional endorsement is needed for Commercial Policies to describe how a claim would be handled in the event the act is not extended and the policy period extends beyond 12/31/05.

(An additional endorsement is not needed for dwelling and crime policies which have commercial exposures, since there is no provision for excluding terrorism under those policies, and there is no provision for rating terrorism coverage under dwelling and crime policies).

IL 09 95 05 04 will be added to all Commercial Property Policies effective 1/1/05 and thereafter. **A copy of the**

form and the Policyholder Notice which will also be attached to the Commercial policies is on our Website.

Below are a listing of the manual pages and a brief description of the changes made:

HIGHLIGHTS of Changes to the Delaware FAIR Plan
General Rules Manual of Procedures

<u>Section</u>	<u>Pages</u>	<u>Description</u>
Contents	(2) -(3)	Reflects changes to Section XIII
IV (Coverages)	(1)	Change due to FAIR Plan Basic Form
V (Max. Limits)	(1)-(2)	More Flexibility on Accepting Higher Limits
VI (Application)	(1)	Correction
VII (Immediate)	(1)	Submit to FAIR Plan for Unpublished Loss Costs
VIII (Inspection)	(4)-(5)	Correction of typo and Revision to NFPA address
XI	(1)	Forms no longer needed for endorsement requests
XII (Cancellation)	(1)	Correction of Typo
XIII (Expiring)	(1)-(2)	Added, an optional quotation at higher limits may be offered. Took out sample forms in this section, since they have changed and/or are also in the Sample Forms Section.
XVI (Claims)	(1)-(2)	Revised Claims Section
XVIII (PR)	(1)	Deletion of obsolete information
XIX (Forms)	(I)	Various Revisions

Appendix	2	For Future Use
	3	DE FAIR Plan Basic Form
	10	Notice of Cancellation
	11	Notice of Declination
	14	Premium Quotation
	15	Renewal Premium Notice
	17	Supplementary Questionnaire
	18	Order Form
Index		Various revisions

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Customer Service
(800) 462-4972

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