

G. Advanced Driver Training

[Reserved]

H. Book Transfer Discount

A discount of the premiums paid for Parts 1 through 9 and Part 12 will be given to policyholders that are part of a qualified book transfer. The book transfer must be a qualified program meeting the underwriting rules established by the company. Refer to Miscellaneous Rating Factors page for applicable discount.

RULE 29. CATEGORY FACTORS

The manual rates for Coverage Parts 1, 2, 4, 5, 7, 8 and 9 are adjusted by a Category Factor. The Category is first determined by multiplying the values contained in Table A through Table I and comparing the result to the Category Assignment Table J. The Category Factors are shown in Section K.

A. Multi-policy

A multi-policy exists if the policyholder has a homeowners (owners, renter or condominium) or umbrella policy with any subsidiary of The Main Street America Group or has a policy in the FAIR plan.

Multi-Policy	
No	1.000
Yes	0.998

B. Coverage Package

The following define the terms in the table:

Full	Purchases Liability on every vehicle and Comp or Collision on every vehicle
Liability	Purchases Liability on every vehicle and no Comp or Collision on any vehicle
Mixed	All other combinations

Coverage Package	
Liability	1.003
Full	1.000
Mixed	1.000

C. Good Student

The Good Student status applies provided:

1. The Owner or Operator is at least 16 years of age and a full time high school, college or university student.
2. A certified statement from a school official is presented to the Company on each anniversary date of the policy indicating that the student has met one of the following requirements during the immediately preceding school semester:
 - a. Is in the upper 20% of his/her class scholastically, maintains a "B" average, or its equivalent. If the letter grading system cannot be averaged then no grade can be below "B".
 - b. When in a school maintaining a numerical grade, must have at least a 3 in a 4,3,2,1 point system or its equivalent.
 - c. Student is included in a "Dean's List", "Honor Roll" or comparable list indicating scholastic achievement.
3. Classification change resulting from a change in the scholastic standing of the student can not be effected between anniversary dates of the policy.

04/08^^

NEW YORK INSURANCE DEPARTMENT
REVIEW STANDARDS FOR COMMERCIAL MULTI-PERIL

LINE OF BUSINESS: Commercial Multi Peril

CODE: 5.0000

LINE(S) OF INSURANCE	CODES
<u>Non-Liability Portion</u>	<u>5.1000</u>
<u>Liability Portion</u>	<u>5.2000</u>
<u>Builders' Risk Policies</u>	<u>5.0001</u>
<u>Businessowners</u>	<u>5.0002</u>
<u>CPP</u>	<u>5.0003</u>
<u>Manufacturers Output</u>	<u>5.0004</u>
<u>Other CMP Policies</u>	<u>5.0005</u>

IF CHECKLIST IS NOT APPLICABLE, PLEASE EXPLAIN:

The intent of this filing is the introduction of a new rating rule that will offer a discount to eligible policies. The majority of the items noted below are not impacted with this filing. N/A indicates compliance with the standard but are not impacted or included with this filing.

REVIEW REQUIREMENTS	REFERENCE	DESCRIPTION OF REVIEW STANDARDS REQUIREMENTS	LOCATION OF STANDARD IN FILING
GENERAL REQUIREMENTS FOR ALL FILINGS		The following web site represents the Department's initiative to streamline the procedures for form, rate and rule filings: http://www.ins.state.ny.us/is-file.htm	Form/Page/Para Reference
COVER LETTER AND EXPLANATORY MEMORANDUM	CL 11 (1998)	The filing should include a cover letter, and an explanatory memorandum clearly explaining the intent of the filing, and highlighting any substantive changes (such as changes in ratemaking methodology or major coverages provided). If new form(s), territories, classification(s), or rule(s) are being filed and there are similar ones currently approved for use by a Rate Service Organization (RSO) or another insurer, or has been the subject of a filing previously not approved in New York, reference should be provided to the Department's file number or SERFF tracking number and effective date of the approval, or copies of the approved items should be included, if applicable. If the filing is currently in use in another state, this should be indicated.	This information is located in Supporting Documentation under the Cover Letter and Explanatory Memorandum tab.
EXCLUSIONS & LIMITATIONS		The following web site contains additional information on exclusions and prohibited coverages http://www.ins.state.ny.us/issec-v.htm	N/A
Non-Liability Portion	§3404	An exclusion may not be more restrictive than the exclusions listed in the Standard Fire Policy Provisions.	N/A
Lead	§2307(b)	May only exclude structures built prior to 1980 which have a significant potential lead exposure and have not undergone lead abatement procedures. A premium reduction of between 2% and 10% should be contemplated whenever the exclusion is attached to a policy. Please refer to Item IX of Compliance Questionnaire No. CLL.	N/A
Mold	§2307(b)		N/A

NEW YORK INSURANCE DEPARTMENT
REVIEW STANDARDS FOR COMMERCIAL MULTI-PERIL

REVIEW REQUIREMENTS	REFERENCE	DESCRIPTION OF REVIEW STANDARDS REQUIREMENTS	LOCATION OF STANDARD IN FILING
Pollution	§2307(b)	Please refer to Item VIII of Compliance Questionnaire No. CLL.	N/A
Terrorism	CL 25 (2002)	The following web site contains additional information: http://www.ins.state.ny.us/cl02_25.htm	N/A
Tobacco	§2307(b)	Such exclusion should be limited to the deleterious health effects associated with the use of such products only. Please refer to Item I.O of Compliance Questionnaire No. CLL.	N/A
FILING SUBMISSION	§2305 & §2307 CL 19(1992) Supplement No 1 to CL 11(1998)	Forms, territories, classifications, rating rules, rates and rating plans are subject to prior approval.	Prior Approval
Compliance Questionnaires, Forms and Optional "Speed to Market" Filing Procedures	CL 11 (1998) Supplement No 3 to CL 11(1998)	Please refer to the following web site for additional information: http://www.ins.state.ny.us/issec-iv.htm	N/A
NO FILE OR FILING EXEMPTIONS	§6301 11NYCRR16(Reg. 86)	Special Risks that are jumbo in dimensions or exotic in nature may be written, free of filing rates or policy forms, in what is sometimes called the "Free Trade Zone". Although filing is not required, rates and policy forms applied to special risks must still satisfy governing standards set forth in the Insurance Law and regulations. This filing exemption is limited to those Special Risks defined as either Class 1 or Class 2 risks in Department Regulation 86.	N/A
PROHIBITED COVERAGES		While the Department does not have an exhaustive list, some examples of prohibited coverages include punitive damages and corporal punishment. Please refer to the following web site for additional information: http://www.ins.state.ny.us/issec-v.htm	N/A
Assault and Battery	§2307(b)	Coverage for Assault and Battery is prohibited except for defense of person or property. Please refer to Item I.A.1.c of Compliance Questionnaire No. CLL.	N/A
Discrimination	CL 6 (1994)	Coverage for discrimination may only be provided on vicarious basis or for disparate impact.	N/A
Indemnification Policy	§3420	Is not permitted. Liability coverage must be provided on a pay on behalf basis. Please refer to Item I.B.1 of Compliance Questionnaire No. CLL.	N/A
Intentional Acts	§2307(b)	May only be provided on vicarious basis or for disparate impact. Please refer to Item I.A.1.b of Compliance Questionnaire No. CLL.	N/A
Punitive or Exemplary Damages	CL 6 (1994)	Coverage for Punitive or Exemplary Damages is not permitted. Please refer to Item I.A.1.a of Compliance Questionnaire No. CLL.	N/A
Sexual Harassment Coverage	§2307(b)	Coverage should not be provided to any person who allegedly or actually: i) participates in, ii) directs; or iii) knowingly allows any act of sexual misconduct.	N/A

NEW YORK INSURANCE DEPARTMENT
REVIEW STANDARDS FOR COMMERCIAL MULTI-PERIL

REVIEW REQUIREMENTS	REFERENCE	DESCRIPTION OF REVIEW STANDARDS REQUIREMENTS	LOCATION OF STANDARD IN FILING
SIDE BY SIDE COMPARISON	CL 11 (1998)	If the filing is a revision to existing form(s), territories, classification(s) or rule(s); Except for simple, non-substantive changes, a side-by-side comparison of the form(s) or rule(s) being proposed and those currently in use in New York, with all changes clearly marked and explained in the company's cover letter or memorandum must be included. Revisions to classifications and territories should include a comparison between those currently on file (in New York) and those proposed, including relevant statistical data (experience) and any rate or rate relativity effect. There should be a reference to the Department's previous file number and/or a copy of the approval letter in which the current form(s), territories, classification(s) or rule(s) were approved/acknowledged.	N/A
FORMS: POLICY PROVISIONS		The following Compliance Questionnaires contains detailed information for making a commercial multi peril filing including required policy provisions, exclusions, prohibited coverages, and standard language: Commercial Lines Property Insurance Form Filing Compliance Questionnaire clp.doc (Word Format) clp.pdf (PDF Format) Commercial Liability Insurance Form Filing Compliance Questionnaire cll.doc (Word Format) cll.pdf (PDF Format)	Form/Page/Para Reference
APPLICATIONS			
Filing exemption	§2307(b)	Applications which do not become part of the policy are exempt from filing requirements	N/A
Fraud Warning Statement	§403(d) 11NYCRR86.4(Reg. 95)	All applications must contain the prescribed fraud warning statement, which must be incorporated immediately above the applicant's signature.	N/A
Claims-Made Disclosure Notice	11NYCRR 73.7(a) (Reg. 121)	If a policy is a claims-made policy, the application must comply with the disclosure requirements listed in Item II.a of Compliance Questionnaire No. CLMADE.	N/A
Defense-within-limit Disclosure	11NYCRR 71.5(a) (Reg. 107)	If a policy is a defense within limits policy, the application must comply with the disclosure requirements listed in Item I.C of Compliance Questionnaire No. DWL.	N/A
ARBITRATION			
Procedure for selection of umpire	§3408	While an arbitration provision is not required, such provision must comply with the requirements of §3408 for selection of an umpire on failure to agree.	N/A
BANKRUPTCY PROVISIONS			N/A
Insolvency or bankruptcy clause	§3420(a)(1)	A policy must contain a statement indicating that the insolvency or bankruptcy of the insured or the insured's estate does not relieve the obligations of the insurer. Please refer to Item I.B.2 of Compliance Questionnaire No. CLL.	N/A
BLANK ENDORSEMENTS		Not permitted since a blank endorsement may change policy provisions without the proper approval by this Department. An exception may be made for a blank form if its usage is apparent based on the title/language of the form itself (such as a change in address form). Forms containing check boxes with a space for language to be added are considered blank endorsements and are subject to these rules. Please refer to Item I.L of Compliance Questionnaire No. CLL and Item I.g of Compliance Questionnaire No. CLP.	N/A

NEW YORK INSURANCE DEPARTMENT
REVIEW STANDARDS FOR COMMERCIAL MULTI-PERIL

REVIEW REQUIREMENTS	REFERENCE	DESCRIPTION OF REVIEW STANDARDS REQUIREMENTS	LOCATION OF STANDARD IN FILING
CANCELLATION & NON-RENEWAL	§3426 CL 14 (1986) CL 11(1989) Supplement No 1 to CL 11(1989)	<p>The Cancellation & Nonrenewal provisions apply to all commercial risk policies including policies issued or issued for delivery in New York covering risks with multi-state locations where the insured is principally headquartered in New York or the policy provides that New York Law will govern. Please refer to Compliance Questionnaire No. CLCNR for detailed cancellation and nonrenewal requirements:</p> <p>Commercial Lines Cancellation and Nonrenewal Form Filing Compliance Questionnaire clcnr.doc (Word Format) clcnr.pdf (PDF Format)</p>	N/A
Notice of Cancellation	§3426(b), (c), (h)(2), (g) & (l)	<p>The cancellation provisions must comply with the statutory requirements for the content of the notice (including loss information), proof of notice, special provisions, and time frame for giving notice. Any notice which fails to include a provision required by Section 3426 shall not be an effective notice of cancellation. Notice must be mailed/delivered to the first name insured and to the insured's authorized agent or broker. Please refer to Item I.A of Compliance Questionnaire No. CLCNR.</p>	N/A
Notice of Non Renewal	§3426(e), (g), (h)(2) & (l)	<p>The nonrenewal provisions must comply with the statutory requirements for the content of the notice (including loss information), proof of notice, special provisions, and time frame for giving notice. Any notice which fails to include a provision required by Section 3426 shall not be an effective notice of nonrenewal. Notice must be mailed/delivered to the first name insured and to the insured's authorized agent or broker. Please refer to Item I.B of Compliance Questionnaire No. CLCNR.</p>	N/A
Required Policy Period	§3426(a)(2) & (d)(2)	<p>A required policy period means a period of one year from the date as of which a covered policy is renewed or first issued. A policy issued for less than one year must be in compliance with statutory reasons outlined in §3426(d)(2). Please refer to Item II of Compliance Questionnaire No. CLCNR.</p>	N/A
Permissible Reasons for Cancellation	§3426(b), (c) & (h)	<p>A policy may be cancelled for any valid underwriting reason during the first 60 days a policy is in force. After the first 60 days, reasons for cancellation are limited to statutory references. Please refer to Item I.A. 2 of Compliance Questionnaire No. CLCNR.</p>	N/A
Permissible Reasons for Non Renewal	§3426(e) & (h)	<p>A valid underwriting reason must be specifically listed in notice. Please refer to Compliance Questionnaire No. CLCNR.</p>	N/A
Conditional Renewal	§3426(e)(1)(B)	<p>A conditional renewal notice is required for any change in the policy less favorable to the policyholder. Such notice must contain the specific reason or reasons for conditional renewal and must comply with the statutory requirements for the content of the notice (including loss information), proof of notice, special provisions, and time frame for giving notice. Please refer to Item I.B.2 and I.B.3 of Compliance Questionnaire No. CLCNR.</p>	N/A
Policy Extension	§3426(e)(6)	<p>Aggregate Limit for expiring policy is increased in proportion to any policy extension as a result of late notice. Please refer to Item II. 2 of Compliance Questionnaire No. CLCNR.</p>	N/A
Suspension	Line 28 of §3404(e) §3426(m)	<p>A suspension of coverage shall not be considered a cancellation of coverage. However, the suspension provision may not be more restrictive than that of the standard fire policy provisions.</p>	N/A

NEW YORK INSURANCE DEPARTMENT
REVIEW STANDARDS FOR COMMERCIAL MULTI-PERIL

REVIEW REQUIREMENTS	REFERENCE	DESCRIPTION OF REVIEW STANDARDS REQUIREMENTS	LOCATION OF STANDARD IN FILING
CLAIMS MADE	§2307(b) 11NYCRR73(Reg. 121)	The following Claims-Made Policies Form Filing Compliance Questionnaire contains detailed information for making a Claims Made filing: Claims Made Policies Form Filing Compliance Questionnaire clmade.doc (Word Format) clmade.pdf (PDF Format)	N/A
Liability Portion claims-made basis	11NYCRR73.2(c), (d), (e) and (f) (Reg. 121)	Commercial General Liability policies cannot be written on a claims-made basis except otherwise permitted by Regulation 121.	N/A
DEFENSE			
Duty to Defend		The insurer has the duty to defend all claims to which the policy applies. A defense must be provided even if allegations are groundless, false or fraudulent. A complete defense must be provided for a claim, which involves both covered and uncovered allegations, and no allocation of defense costs is permitted. Additionally, provision must be made for the orderly transfer of defense duties when the limit of liability is used up in the payment of judgments or settlements. Please refer to Item I.C of Compliance Questionnaire No. CLL.	N/A
Defense-Within-Limits	11NYCRR 71(Reg. 107)	Please refer to the following Compliance Questionnaire for the minimum provisions, disclosure requirements, and limitations of coverage: Defense-Within-Limits Form Filing Compliance Questionnaire dwl.doc (Word Format) dwl.pdf (PDF Format)	N/A
DEFINITIONS			
Bodily Injury		If the policy covers Bodily Injury, and that definition does not include mental anguish that results from a wrongful act, some form of rate relief must be given. Please refer to Item I.E of Compliance Questionnaire No. CLL.	N/A
Loading & Unloading	§2307(b)	The term "Loading & Unloading" must remain undefined. Please refer to Item I.J of Compliance Questionnaire No. CLL.	N/A
Personal Injury	§1113(a)(13)	If the policy provides coverage for Personal Injury, such policy must include the provisions of §1113(a)(13). Please refer to Item I.d of Compliance Questionnaire No. CLL.	N/A
EXCESS COVERAGE		1) If the self-insured retention is \$10,000 or greater, the consent of the insured to settle a claim is required for claims falling within the self-insured retention; 2) the insured should have the right to select counsel for claims within the self-insured retention; 3) the company cannot require an insured to contract with a particular claims adjustment service; 4) For the above items, endorsements must be attached to the policy indicating the policyholder understands and consents to the requirements.	N/A
FORMS MISCELLANEOUS			
Numbered Forms	§2307(b)	All policy forms and endorsements filed with the Department must include an identification number. Please refer to Item I.M of Compliance Questionnaire No.CLL and Item I.h of Compliance Questionnaire No.CLP.	N/A
Unlicensed Companies	§2307(b)	All policy forms and endorsements filed with the Department may only include the names of insurers licensed in the State of New York. Please refer to Item I.K of Compliance Questionnaire No. CLL and Item I.f of Compliance Questionnaire No.CLP.	N/A

NEW YORK INSURANCE DEPARTMENT
REVIEW STANDARDS FOR COMMERCIAL MULTI-PERIL

REVIEW REQUIREMENTS	REFERENCE	DESCRIPTION OF REVIEW STANDARDS REQUIREMENTS	LOCATION OF STANDARD IN FILING
FICTITIOUS GROUPS	§3435 11NYCRR301(Reg. 134) 11NYCRR153(Reg. 135)	The provisions of §3435 and Regulations 134 and 135 do not permit fictitious groups. The issuance of group property & casualty insurance is limited to either not-for-profit or municipality insureds, or purchasing groups formed under the Federal Liability Risk Retention Act of 1986 or quasi-group policies through a mass merchandising, safety group or similar program, in connection with State law or a Federal purchasing group. Please refer Item II of Compliance Questionnaire No. CLP.	N/A
GROUP POLICIES	§3435 11NYCRR301(Reg. 134) 11NYCRR153(Reg. 135)	The provisions of §3435 and Regulations 134 and 135 do not permit fictitious groups. The issuance of group property & casualty insurance is limited to either not-for-profit or municipality insureds, or purchasing groups formed under the Federal Liability Risk Retention Act of 1986 or quasi-group policies through a mass merchandising, safety group or similar program, in connection with State law or a Federal purchasing group. Group policies must comply with the provisions of Regulations 134 & 135 including the following: general requirements, group policy minimum standards, premium collection and payment, dividend plans and form and rate filings requirements. Please refer Item II of Compliance Questionnaire No. CLP.	N/A
LIBERALIZATION CLAUSE		Please refer Item I.J of Compliance Questionnaire No. CLP.	N/A
LIMITS			
Policy Limits			N/A
Sublimits		If there are sublimits the policy should highlight that fact, and if the policy is written on a Defense Within Limit basis the sublimit cannot be less than the minimum limit required for policies written on that basis.	N/A
LOSS SETTLEMENT	Line 150 of §3404(e)	Must be paid within 60 days of proof of loss	N/A
Action Against Company: Non-Liability	Line 157 of §3404(e)	No suit or action on this policy for the recovery of any claim shall be sustainable in any court of law or equity unless all the requirements of this policy shall have been complied with, and unless commenced within twenty-four months next after inception of the loss.	N/A
Action Against Company: Liability	§3420(a)(2) & §3420(b)	If judgment against an insured is not satisfied within 30 days, an action can be brought against an insurer. Furthermore, the judgment clause may not include the requirement that judgment be "final" or obtained "after actual trial." Please refer to Item I.B of Compliance Questionnaire No. CLL.	N/A
After Market Parts			N/A
Arbitration	§3408	Procedure for selection of umpire on failure to agree.	N/A
Deductibles	11NYCRR 71(Reg. 107)	If deductible is applied against defense costs, policy must comply with Reg. 107.	N/A
Loss Valuations			N/A
Notification of Claim	§3420(a)(3)&(4)	The policy must contain a provision permitting notice of claim to be given to the company's agent. Furthermore, the policy must also contain a provision that late notice will not invalidate a claim if it was not reasonably possible to give notice sooner, and notice was given as soon as possible. Please refer to Paragraph I.B of Compliance	N/A

NEW YORK INSURANCE DEPARTMENT
REVIEW STANDARDS FOR COMMERCIAL MULTI-PERIL

		Questionnaire CLL.	
--	--	--------------------	--

NEW YORK INSURANCE DEPARTMENT
REVIEW STANDARDS FOR COMMERCIAL MULTI-PERIL

REVIEW REQUIREMENTS	REFERENCE	DESCRIPTION OF REVIEW STANDARDS REQUIREMENTS	LOCATION OF STANDARD IN FILING
MORTGAGEE/ LIENHOLDER	Line 68 of §3404(e)	If loss hereunder is made payable, in whole or in part, to a designated mortgagee not named herein as the insured, such interest in this policy may be cancelled by giving to such mortgagee a ten days' written notice of cancellation.	N/A
OTHER INSURANCE			
OTHER INSURANCE: Liability Portion	§2303	Policy provisions which indicate that in the event an occurrence is covered by more than one policy issued by an insurer or its affiliates, only the highest limit of liability among all policies will apply to the claim, are not permitted. Please refer to Item I.I of Compliance Questionnaire No. CLL.	N/A
OTHER INSURANCE: Non-Liability	Line 25 of §3404(e)	The other insurance provision may not be more restrictive than that of the standard fire policy provisions.	N/A
STANDARD PROVISIONS FOR FIRE POLICY FORM FILING	§2307(b) & §3404	The following Compliance Questionnaire contains detailed information for making a fire policy filing including required policy provisions, exclusions, prohibited coverages, and standard language: Standard Fire Policy Form Filing Compliance Questionnaire (NYIL §3404) fire.doc (Word Format) fire.pdf (PDF Format)	N/A
STANDARD PROVISIONS FOR LIABILITY PORTION	§1113 , §2307 , §3105 , §3106 , & §3420 11 NYCRR 86(Reg. 95) 11 NYCRR 71(Reg. 107) 11 NYCRR 72(Reg. 110) 11 NYCRR 73(Reg. 121)	The following Compliance Questionnaire contains detailed information for making a commercial liability filing including required policy provisions, exclusions, prohibited coverages, and standard language: Commercial Liability Insurance Form Filing Compliance Questionnaire cll.doc (Word Format) cll.pdf (PDF Format)	N/A
STANDARD PROVISIONS FOR NON-LIABILITY PORTION	§2307 , §3105 , §3106 , §3404 , §3407 , §3407-a , §3435 & Article 54 11 NYCRR 86(Reg. 95) 11 NYCRR 153(Reg. 135)	The following Compliance Questionnaire contains detailed information for making a commercial property filing including required policy provisions, exclusions, prohibited coverages, and standard language: Commercial Lines Property Insurance Form Filing Compliance Questionnaire clp.doc (Word Format) clp.pdf (PDF Format)	N/A
SUBROGATION	Line 162 of §3404(e)	Policy must contain a subrogation provision	N/A
PARTICIPATING POLICIES	§4106	A participating policy provision is not required. However, when the provision is included, the board of directors may make reasonable classifications of policies in order to issue payment of dividends. Such classifications must be filed for approval and be fair and not unfairly discriminatory.	N/A
PREMIUM AUDIT	11 NYCRR 161.10 (Reg. 129)	Audit to determine the final premium must be conducted within 180 days after expiration of the policy and such audit requirement may only be waived for reasons specified in the regulation.	N/A
PRIOR ACT COVERAGE FOR OCCURRENCE POLICY		It is only permitted to be written if 1) No coverage for known claims, 2) Provided only to insureds switching from claims-made policy and is not available to an insured with an uninsured prior acts exposure, 3) Once purchased, must survive termination of the occurrence policy.	N/A
VICARIOUS LIABILITY	CL 6 (1994)	The Department permits coverage for claims of vicarious liability regardless of whether the underlying wrong is intentional or not.	N/A

NEW YORK INSURANCE DEPARTMENT
REVIEW STANDARDS FOR COMMERCIAL MULTI-PERIL

REVIEW REQUIREMENTS	REFERENCE	DESCRIPTION OF REVIEW STANDARDS REQUIREMENTS	LOCATION OF STANDARD IN FILING
VOIDANCE	§3105 & §3106	May not void a policy unless the misrepresentation is material. No misrepresentation shall be deemed material unless knowledge by the insurer of the facts misrepresented would have led to a refusal by the insurer to make such contract. Please refer to Item I.H of Compliance Questionnaire No. CLL and Item I.c of Compliance Questionnaire No. CLP.	N/A
WARRANTIES	§3106	A breach of warranty shall not void a policy unless the breach of warranty is material.	N/A
WORLDWIDE COVERAGE		If a policy provides for a duty to defend, in provisions where the company states it has no duty to defend suits brought in foreign countries, the company must state the specific reasons why it does not wish to defend (i.e. if the insurer lacks the expertise to defend in the foreign country, or if the insurer is not permitted by law to defend in such foreign country.) In such situations, the policy must specify that the insurer must reimburse the insured for the defense expenses the insured incurred.	N/A
RATES & RATING PLANS	§2304 & §2344 11NYCRR161(Reg. 129) Supplement No 4 to CL 11 (1998)	All rates, rating plans, and rating rules filings must be submitted in accordance with the instructions of Supplement No. 4 to Circular Letter 11 (1998) which outlines the new mandatory filing procedures effective September 16, 2002. These procedures contain the minimum required information that must accompany all rate, rating plan, and rating rule filings. Rate filings must include appropriate supporting information as outlined in the Rate Filing Sequence Checklist. Please note the relevant requirements contained in Section 2304 of the New York Insurance Law. For commercial lines filings subject to flex-rating under Section 2344, please also refer to Regulation 129 (11 NYCRR 161). Please refer to the following web site for additional information: http://www.ins.state.ny.us/issec-ii.htm	Form/Page/Para Reference
ADOPTIONS OF RATE SERVICE ORGANIZATIONS (RSO) FILINGS			N/A
Me Too Filings	§2306 11 NYCRR 161.7 (Reg. 129)	The insurer may discharge its rate filing obligation by giving notice that it uses rates and rate information prepared by a designated rate service organization. Please refer to Regulation 129 for the filing of rates and the relation and role of rates published by a rate service organization and the Department's web site for additional filing information: http://www.ins.state.ny.us/isseciii.htm	N/A
CONSENT-TO-RATE	§2309	The application for an excess rate is subject to prior approval. In addition, the application must include the insured's reasons and the application must be signed by the insured.	N/A
CREDIT SCORING AND REPORTS		The use of credit scoring and reports is limited to the initial underwriting and/or initial tier placement of the risk.	N/A
INDIVIDUAL RISK RATING	§2305 11NYCRR161.12 (Reg. 129)	Individual Risk Submissions not subject to prior approval shall not filed with the Department. All such information shall be retained in the insurer's individual underwriting file for each policy issued for a period of five years from the date of first issuance of such policy.	N/A

NEW YORK INSURANCE DEPARTMENT
REVIEW STANDARDS FOR COMMERCIAL MULTI-PERIL

REVIEW REQUIREMENTS	REFERENCE	DESCRIPTION OF REVIEW STANDARDS REQUIREMENTS	LOCATION OF STANDARD IN FILING
Prior approval	CL 4(1996)	This form must be included in all Individual Risk Submission subject to prior approval: NYSID Form 129-c.doc	N/A
PRICING	§2304 & §2344 11NYCRR161(Reg. 129) CL 19(1992) & CL 4(1996)	The following web site contains the mandatory filing procedures: http://www.ins.state.ny.us/ipchklst.htm	N/A
Minimum Premium Rules		Minimum Premium Rules- the submission should evidence the relationship between the amount charged as a minimum premium and the costs associated with producing the policy or coverage. Return Premium/Minimum Earned Premium Rules - the submission should specify that the policy will be pro-rated or short-rated due to mid-term termination of the policy. Premium may be considered fully earned only for policies insuring special events that are only a few days in length.	N/A
Multi Tiering		Eligibility requirements for each tier must be submitted. The tier eligibility requirements must be specific and mutually exclusive, so that no insured would be eligible for more than one tier. The rate effects of the tier eligibility requirements should not be duplicated in any rating plans. Justification must be provided for the rate differential for each tier.	N/A
Payment Plans		Payment plans are outside of the rating structure, and do not have to be filed with the Department or included as part of the manual rates.	N/A
Renewal Discounts		Renewal Discounts or credits due to the insured's longevity with the company are not permitted for Commercial Liability coverage.	N/A
Service Charges		Late payment fees, reinstatement fees, and premium installment fees are to be classified as service fees that are outside of the rating structure, and do not have to be filed with the Department or included as part of the manual rates.	N/A
Storm Shutters/Laminated Glass Discounts	11NYCRR160.6(Reg. 57)	Must comply with 3rd amendment to Regulation 57 for storm shutter and laminated glass discount criteria	N/A
RATING PLAN REQUIREMENTS	§2344 11NYCRR161.8(Reg. 129)	Rating plans are subject to prior approval. Even if the insurer is adopting a rating plan from a Rate Service Organization (RSO) without modification, such plan is subject to the prior approval requirements.	N/A
Composite Rating		Please refer to item RP-1 and RP-2 of Compliance Questionnaire NEWRATE and Regulation 129 for the rating plan rules and standards.	N/A
Expense Reduction Plan		Please refer to item RP-1 and RP-2 of Compliance Questionnaire NEWRATE and Regulation 129 for the rating plan rules and standards.	N/A
Experience Rating		Please refer to item RP-1, RP-2, ERP-1, ERP-2, and ERP-3 of Compliance Questionnaire NEWRATE and Regulation 129 for the rating plan rules and standards.	N/A
IRPM		Please refer to item RP-1 and RP-2 of Compliance Questionnaire NEWRATE and Regulation 129 for the rating plan rules and standards.	N/A
Loss Rating		Please refer to item RP-1 and RP-2 of Compliance Questionnaire NEWRATE and Regulation 129 for the rating plan rules and standards.	N/A
Retrospective Rating		Please refer to item RP-1 and RP-2 of Compliance Questionnaire NEWRATE and Regulation 129 for the rating plan rules and standards.	N/A

NEW YORK INSURANCE DEPARTMENT
REVIEW STANDARDS FOR COMMERCIAL MULTI-PERIL

REVIEW REQUIREMENTS	REFERENCE	DESCRIPTION OF REVIEW STANDARDS REQUIREMENTS	LOCATION OF STANDARD IN FILING
Schedule Rating		Please refer to item RP-1 and RP-2 of Compliance Questionnaire NEWRATE and Regulation 129 for the rating plan rules and standards.	N/A
RATE/LOSS COST SUPPORTING INFORMATION			
Actuarial or other Rate Support	11NYCRR161(Reg. 129) CL 19(1992) Supplement No 4 to CL 11 (1998)	<p>Rate making and supporting information for rates, rating plans, and rating rules must be organized into exhibits, which follow a sequential numbering system. The Rate Filing Sequence Checklist and the related instructions prescribe the required format used to support rate, rating plan, and rating rule filings. Completion of Form 129-B is an element of the Rate Filing Sequence Checklist and will continue to be used in conjunction with it</p> <p style="text-align: center;">Rate Filing Sequence Checklist</p> <p style="text-align: center;">newrate.doc (Word Format) newrate.pdf (PDF Format)</p> <p style="text-align: center;">NYSID Form 129-B</p> <p style="text-align: center;">129-b.doc (Word Format) 129-b.pdf (PDF Format)</p> <p style="text-align: center;">Instructions for Rate Filing Sequence Checklist</p> <p style="text-align: center;">instr.doc (Word Format) instr.pdf (PDF Format)</p>	Rate Filing Sequence Checklist located in Supporting Documentation under the Rates and/or Rating Plans tab.

NGM Insurance Company is modifying its definition of multi-policy within the rule to include an insured that has a policy in the FAIR plan. This was inadvertently left off with our original filing and we are adding to ensure we can remain competitive in the market place.

RULE 29. CATEGORY FACTORS

The manual rates for Coverage Parts 1, 2, 4, 5, 7, 8 and 9 are adjusted by a Category Factor. The Category is first determined by multiplying the values contained in Table A through Table I and comparing the result to the Category Assignment Table J. The Category Factors are shown in Section K.

A. Multi-policy

A multi-policy exists if the policyholder has a homeowners (owners, renter or condominium) or umbrella policy with any subsidiary of The Main Street America Group or has a policy in the FAIR plan.

Multi-Policy	
No	1.000
Yes	0.998