



January 22, 2016

NEW YORK BOP ENHANCED NEW SPECIALTY PROGRAMS & FORMS INTRODUCED

BACKGROUND

To enhance New York's MSO® BOP program, we have introduced five specialty products tailored to the needs of particular niches within BOP-type risks. Additionally, we revised several base policy forms and endorsements, and introduced three new endorsements.

SPECIALTY PROGRAMS

MSO® is continuing to build its portfolio of specialty products. Our latest additions to this series include programs for:

- Self Storage Facilities
- Dry Cleaners
- Funeral Directors
- Home Business
- Pet Services

Each program includes coverage endorsements designed to be used with our BOP policy and/or a stand-alone BOP policy designed to not only meet the needs of the typical business owner, but to provide coverages tailored to the specific type of business. Each program has a supplemental declaration form and manual supplement.

Highlights of each program include:

- Self Storage – Lock replacement coverage, pollution clean up cost, legal liability for customers' goods, and removal and disposal upon lockout or sale coverage.
- Dry Cleaners – Dry cleaning fluid clean up, collapse of racks, extended loss of business income, and customer's property coverage.
- Funeral Directors – Professional liability coverage, embalming fluid clean-up, and burial casket coverage.
- Home Business – Policy provisions are revised to recognize business in the home.
- Pet Services – Loss of employee's tools, emergency relocation expense, loss of household pet coverage, and emergency veterinary expense.

Additionally a coverage endorsement for our Bed & Breakfast program has been introduced.

POLICY/FORMS CHANGES

Revision to our policy forms and endorsements includes new versions of the coverage forms and supplemental declarations as follows:

BU 04 01 (07 13); BU 04 02 (07 13); BU 04 03 (07 13); BU 04 06 (07 13);
BU 04 07 (07 13); BU 04 08 (07 13); BU 04 09 (07 13); BU 04 10 (07 13);
BU 04 13 (07 13); BU 04 20 (01 10); BU 04 21 (01 10); BU 04 23 (01 10);
and BU 04 24 (01 10).

**POLICY/FORMS
CHANGES
(continued)**

The revision highlights include the following:

Part I B - Supplemental Coverages Increased

Accounts Receivable to \$10,000
Coverage B - Off Premises to \$10,000
Debris Removal to \$10,000
Fire Dept. Service Charge to \$2,500
Fire Extinguisher Recharge to \$5,000
Outdoor Signs to \$2,500
Trees, Shrubs, Plants
 Per Occurrence to \$2,500
 Per Each Item to \$500
Valuable Papers to \$10,000

Part I B - Supplemental Coverages Introduced

Business Income Loss from:
 Dependent Properties for \$5,000
 Interruption of Computer Services for \$10,000
 Credit Card / Forgery / Counterfeit Money for \$2,500
 Employee Dishonesty for \$5,000
 Loss of Electronic Data for \$10,000
 Satellite Dishes for \$2,500

Part I D - Property Exclusions

Added an exclusion for electronic data to clarify that coverage is limited to that provided under the new supplemental coverage.

Common Exclusions

Added specific references to the Fair and Accurate Credit Transactions Act (FACTA) and the Fair Credit Reporting Act (FCRA) in the Part II communications exclusion.

Common Glossary

Added a definition of dependent property.

Part I E - Losses Not Insured in BU 04 02 and BU 04 07

Deleted the Leakage from Frozen Equipment exclusion. Since these are named perils forms and leakage and water damage are not covered perils, the exclusion has no effect and may cause confusion.

Additionally, the form BU 03 70 – Computer Coverage – Part I was updated to clarify that this endorsement is considered primary over computer coverage found in the base policy.

**NEW FORMS AND
ENDORSEMENTS**

We have introduced three new optional endorsements:

- BU 01 42 (06 11) Green Upgrade Supplemental Coverage – recognizes green initiatives on the part of the insured in the basis of settlement.
- BU 02 31 (06 11) Business Income – Off Premises Loss of Utility Service Coverage provides loss of income due to property loss to a service provider.
- BU 03 02 (12 07) Additional Insured - Churches extends the definition of “insureds” to include church members, officers and volunteers.

MANUAL CHANGES The manual has been updated with the changes and the corresponding rules have been added for new endorsements. Manual supplements have been devised for the new specialty programs and the Bed & Breakfast program manual supplement has been revised.

EFFECTIVE DATE These changes are effective immediately.

DISTRIBUTION The new and revised forms along with the manual pages will be added to the CD-ROM. Affiliated companies will be able to access this through our website: <http://www.msonet.com>.

QUESTIONS Contact Missy Krepps at (800) 935-6900.