



February 09, 2017

NEW ENDORSEMENTS INTRODUCED IN VIRGINIA

BACKGROUND

It is the intent of the Aircraft Exclusion under the MSO main policy forms that unmanned aerial vehicles, also known as drones, should be excluded for liability coverage. For clarification purposes, MSO has added an optional drone exclusion to make it clear that losses due to such unmanned aerial vehicles are not intended to be covered. Optional coverage endorsements are also being introduced.

We have also clarified that the Aircraft Cause of Loss definition now includes unmanned aerial vehicles for property coverage.

In addition, an Electronic Aggression Exclusion and Fracking Exclusion have been introduced.

MSO ACTION

MSO has filed and received approval for the following endorsements:

BU 01 46 (05 16) – Unmanned Aerial Vehicles/Drones Exclusion.
For use with the Businessowners Program.

BU 01 47 (05 16) – Fracking Exclusion
For use with the Businessowners Program.

BU 01 45 (05 16) – Electronic Aggression Exclusion.
For use with the Businessowners Program.

BU 04 59 (05 16) – Unmanned Aerial Vehicles/Drones Limited Coverage.
Provides coverage for Bodily Injury, Property Damage,
and Medical Payments. For use with the Businessowners
Program.

BU 04 60 (05 16) – Unmanned Aerial Vehicles/Drones Limited Coverage.
This endorsement also includes coverage for Advertising
Injury and Personal Injury. For use with the
Businessowners Program.

MCL 145 (05 16) – Electronic Aggression Exclusion.
For use with the Commercial Liability Program.

MCL 146 (01 17) – Unmanned Aerial Vehicle/Drones Exclusion.
For use with the Commercial Liability Program.

MCL 147 (01 17) – Fracking Exclusion.
For use with the Commercial Liability Program.

MCL 459 (05 16) – Unmanned Aerial Vehicles/Drones Limited Coverage.
Provides coverage for Bodily Injury, Property Damage,
and Medical Payments. For use with the Commercial
Liability Program.

MCL 460 (05 16) – Unmanned Aerial Vehicles/Drones Limited Coverage.
This endorsement also includes coverage for Advertising Injury and Personal Injury. For use with the Commercial Liability Program.

MCP 411 (01 17) – Unmanned Aerial Vehicle/Drones.
For use with the Commercial Property Program. The endorsement expands the definition of “aircraft” under Covered Causes of Loss in the main policy form.

MCP 412 (01 17) – Fracking Exclusion.
For use with the Commercial Property Program.

The Virginia Businessowners, Commercial Liability, and Commercial Property manuals have been updated to include the applicable endorsements.

EFFECTIVE DATE

Immediately.

DISTRIBUTION

The endorsements and manuals will be added to the CD-ROM. Affiliated companies will be able to access this through our website: <http://www.msonet.com>.

QUESTIONS

Contact Trish Riggio at (800) 935-6900.