

New Jersey

Homeowners

Revised April 25, 2019



UNDERWRITING & PRODUCT GUIDE

*Underwritten by: New Jersey Skylands
Insurance Association*



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Contact Information

Customer Service

Customer Service Phone Number 1-888-855-4622

Customer Service Fax Number 1-877-849-9022

Online Service www.njsi.com

Quote Assistance 1-888-855-4622

Claims Services

Report a New Claim (Available 24/7) 1-866-279-7688

Addresses

Correspondence

New Jersey Skylands Insurance
PO Box 3199
Winston-Salem, NC 27102-3199

Payments

New Jersey Skylands Insurance
PO Box 94566
Cleveland, OH 44101-4566

Overnight Payments

New Jersey Skylands Insurance
Attention: Lockbox Operations
800 Superior Ave East
Cleveland, OH 44114

Eligibility

This is a summary document and is not inclusive of all underwriting criteria. Unless noted otherwise, the underwriting guidelines that apply to the OneChoice Homeowners program also apply to the OneChoice CustomPac program. Contact your underwriter for further questions.

Property Limits

Property Limits	Coverage A Limit Coverage C Limit	<ul style="list-style-type: none"> Dwelling Coverage A (HO2 / HO3): \$150,000 Minimum – \$1,500,000 maximum Contents Coverage A (HO4): Ineligible if less than \$25,000 Contents Coverage A (HO6): Ineligible if less than \$30,000. Refer if Coverage A is greater than \$750,000 Refer secondary/seasonal homes if Coverage A is greater than \$300,000 Refer HO6 if Coverage A is greater than \$300,000 Refer HO4/HO6 if Coverage C is greater than \$300,000. <p>HO2: Ineligible for CustomPac.</p>
	Coverage Relationship	<p>Refer to underwriting if:</p> <ul style="list-style-type: none"> Coverage C is greater than Coverage A (HO2 / HO3) Coverage D is greater than 50% of Coverage A (HO2 / HO3) Coverage D is greater than 50% of Coverage C (HO4 / HO6).
Deductibles		<ul style="list-style-type: none"> Minimum: \$1,000 Maximum: \$5,000.
Other Structures	Specific Structure On Premises Rented to Others	No more than 1 location.
	Other Structures Away from Premises	Underwriting approval is needed if more than 2 locations.
Earthquake Coverage		Minimum deductible is 5%.
Insurance-To-Value		Coverage A must be at least 100% of the calculated replacement cost.
Appurtenant Structures		Refer if greater than \$30,000.
Loss Settlement		Refer to underwriting if Actual Cash Value.
Ordinance or Law		Refer to underwriting if limit is greater than 50% of Coverage A.

Applicant Information

Arson or Fraud	Ineligible.
Occupation	Refer to underwriting if professional athlete, performer, actor/actress, television/radio personality, professional musician/singer, journalist, politician, or other high profile profession.
Previous Cancellations	Refer to underwriting if: <ul style="list-style-type: none"> • Prior insurance has been canceled, declined, or non-renewed in the past 5 years for reasons other than agency termination, carrier insolvency, or a carrier decision to eliminate exposures in the state. • Coverage lapsed in the past year.
Prior Insurance	Ineligible if property was not previously insured (not applicable to HO4).
Background	Ineligible if applicant has had a prior foreclosure, repossession, judgement, lien, or bankruptcy during the past 5 years.
Named Insureds	Named insureds must have insurable interest in the property.

Loss History

New Business	Ineligible if: <ul style="list-style-type: none"> • Any claim in the last 5 years • Any water claim in the last 5 years. Refer if: <ul style="list-style-type: none"> • Any location water losses in the last 5 years. Note: \$0 paid claims will be considered in loss history.
Renewal Business	Underwriting approval is subject to the same guidelines as new business.

Occupancy

Number of Families	Up to 2 families if owner occupied. 3 and 4 family homes are ineligible.
Vacant / Foreclosed / For Sale	Not eligible.
Seasonal and Secondary Dwellings	Primary home must be insured by the company. Proper winterization is required. CustomPac Rule: Secondary/seasonal homes may be monoline policies only.
Rentals	Ineligible if primary residence is rented. Underwriting approval is needed for short term rentals, up to 3 months. Condominiums rented to others are allowed and should be written on a DP3 form.
Townhouse / Row house	<ul style="list-style-type: none"> • Acceptable with firewalls. • Ineligible if more than 8 individual family units within a fire division. • Frame row houses are ineligible. Masonry row houses are acceptable.

Protection Class / Risk Location

Protection Class	<p>Acceptable risks:</p> <ul style="list-style-type: none"> • Protection Class 1 – 8 • Protection Class 9 subject to the following conditions: <ul style="list-style-type: none"> ○ Must be visible to neighbors ○ If there is no hydrant within 1,000 feet, access to an adequate year-round water source is required (i.e. pumper trucks or 'dry hydrants' connected to cisterns or reservoirs holding 20,000 gallons or more of water and using underground lines to get to the water). • All risks must be accessible year round by a plowed road and be within 5 miles of a responding fire department. • Protection Class 10 is ineligible.
Proximity to Commercial Properties	Ineligible if located less than 250 feet from a commercial property.
Slope	Underwriting approval is required if residence is built on a slope of more than 30 degrees.

Coastal Guidelines

Catastrophe Exposures	At new business and at all subsequent renewals a catastrophe underwriting value will be calculated for all policies. Policies with an acceptable catastrophe underwriting value will be written/renewed, while policies with an unacceptable catastrophe underwriting value will not be written/renewed.
Coastal Exposures	Properties are ineligible if: <ul style="list-style-type: none"> • Built on piers, pilings, wharves, or jetties • Exposed to open ocean and not protected against wave wash or flood by a retaining wall, sea wall, levee, embankment, or other barrier.
Flood Exposures	Properties located in designated 'A' or 'V' flood zone require proof of flood insurance.
Hurricane Deductibles	CAT 1 hurricane deductibles are optional in all coastal territories.

Risk Specific Characteristics

Dwelling Age — Maximum	75 years old.
Historic Home	Homes listed on any historic registries are ineligible.
Condition of Premises	All property (dwelling, outbuildings, and insured premises) must not have any observable hazards or deficiencies in need of repair and that may present an increased exposure to physical damage or liability loss. The presence of any preexisting damage is unacceptable.
Roof	The following are ineligible: <ul style="list-style-type: none"> • Tar paper, rolled, plywood boards, stapled roofs, and flat roofs • Roof is older than 20 years, unless slate or tile.
Electrical	Homes with any of the following are ineligible: <ul style="list-style-type: none"> • Dwelling does not have minimum of 100 amps and 220 volt service • Electrical not controlled by circuit breakers • Knob and tube or aluminum wiring present • Presence of Federal Pacific Stab Lok or Zinsco electrical panels.

Risk Specific Characteristics Continued

Heating	<p>Homes with any of the following are ineligible:</p> <ul style="list-style-type: none"> • Central heat from a portable source • Space heaters as primary heating source. <p>System must have been professionally installed and maintained according to manufacturer specifications.</p>
Plumbing	<p>Homes with any of the following are ineligible:</p> <ul style="list-style-type: none"> • Polybutylene, galvanized steel, or lead plumbing • Does not have Copper, PVC or PEX • Plumbing that is more than 50 years old and has not been updated.
Living Area	Refer to underwriting if less than 600 square feet.
Dwelling Under Construction	<p>Ineligible for New Business.</p> <p>Existing homes under major renovation or construction must be referred to underwriting.</p>
Protective Devices	<p>Central fire alarm or full house sprinkler and central burglar alarms required if:</p> <ul style="list-style-type: none"> • Primary with Coverage A greater than \$1,500,000. • Secondary/seasonal with Coverage A greater than \$1,000,000. • Protection Class 9 with Coverage A greater than \$1,000,000. <p>Note: Smoke detectors on all floors required for all homes.</p>

Risk Specific Characteristics Continued

Solid Fuel Burning Appliance	<p>Acceptable if:</p> <ul style="list-style-type: none"> • Professionally installed • Maintained to manufacturer’s recommendations • UL listed, meets all codes • Used as a secondary heat source • Stove must have UL approved lined masonry chimney or UL approved triple walled insulated metal chimney and be greater than 2 feet from any combustible wall • Pellet stoves must be double walled and require a heat shield for any combustible wall within 18 inches • Pellet stoves with alternate manufacturers specifications may be referred to company for approval • Owner installed stoves require proof of a fire department or certified building inspector’s passing inspection conducted within the last 5 years and proof of professional maintenance conducted within the last year. <p>Coal and Kerosene are ineligible.</p>
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Additional Exposures

Pets	<p>The following are ineligible:</p> <ul style="list-style-type: none"> • Dogs: Akita, American Bulldog, Chow, Doberman, Mastiff (All), Pit Bull (All), Presa Canario, Rottweiler, Wolf, or any mix of the above breeds • Dogs that have caused prior liability losses or that have bite history and are still owned by an insured • Any wild animals.
Business Activity	Incidental business only and underwriting approval needed.
Home Day Care	Ineligible.
Trampolines	<p>Trampolines are acceptable subject to the following conditions:</p> <ul style="list-style-type: none"> • Surrounded by safety netting • On flat ground.

Additional Exposures Continued

Swimming Pools		Swimming pools are acceptable subject to the following conditions: <ul style="list-style-type: none"> • Pool is fenced in with a self-locking gate • There are no diving boards greater than 18 inches above the water surface • Above ground pools are equipped with a gate or pull up ladder • Slides are acceptable.
Attractive Nuisances		The following are ineligible: <ul style="list-style-type: none"> • Presence of skateboard or bicycle ramps on premises.
Recreational Vehicles		Ineligible if: <ul style="list-style-type: none"> • Used for racing, stunt, speed or demolition activity • Driven by person under 16 years old • Not factory built • Engine size greater than 700 cubic centimeters.
Watercraft Liability Endorsement	Use	Ineligible if used for racing, for charter, for hire, or for commercial purposes.
	Coverage	Must be insured at 100% replacement cost. Ineligible if value of boat and motor greater than \$50,000.
	Operators	Principal or Occasional: Must be at least 18 years old and have a valid driver's license. Prior boating experience required.
	Ownership	Ineligible if multiple ownership.
	Location	Ineligible if watercraft operated north of Eastport, ME, or south of Cape Hatteras, NC, or greater than 12 nautical miles from the U.S. Atlantic coastline.
	Accidents and Minor Violations	Must meet personal automobile underwriting guidelines.
	Major Violations	No major vehicle violations in past 5 years.
	Boat Violations	No boating violations in past 3 years.
	Boat Type	Ineligible if jet ski, jet boat, houseboat, wave runner, pontoon boat, or experimental craft. Ineligible if wooden vessel, handmade vessel, kit vessel, or vessel under construction.
	Length/Speed/Age	<ul style="list-style-type: none"> • Length less than or equal to 26 feet • Speed less than or equal to 50 mph • Age less than or equal to 20 years.
Storage	Must be stored/moored at a privately owned marina or yacht club, insured's primary residence, insured's seasonal or part-time residence while occupied by the insured.	

Additional Exposures Continued

Additional Insured/Interest	Ineligible if greater than additional insured or additional interest.
Farming	Ineligible unless incidental or as a hobby. Refer to underwriting if more than 2 farm animals.
Timeshares	Ineligible.
Trusts	Acceptable subject to the following conditions: <ul style="list-style-type: none"> • Trustee, grantor or beneficiary resides on residence premises • No commercial exposure. For CustomPac policies: both automobile and homeowners coverage must be written in the name of the same trust.
LLCs	May be listed as Additional Insured subject to the following conditions: <ul style="list-style-type: none"> • Members of LLC reside on residence premises • No commercial exposure; must be for estate planning purposes only • Agent must obtain copy of LLC agreement and forward to underwriting upon request.
Mortgagees	Underwriting approval required if more than 2 mortgages.
Types of Construction	The following risks are ineligible: mobile homes, manufactured homes, underground or earth homes, fiberglass, yurts, balloon constructions, EIFS if built prior to 2001, homes made of unconventional or unusual construction/design, structures not originally intended as a dwelling, and any other unusual type of construction (including converted structures).
Types of Foundation	The following types of foundations are ineligible: pilings, piers, wharves, jetties, and open foundations.
Underground Oil Tanks	Homes with underground oil tanks are acceptable. Insured's purchasing the Oil Tank Liability buy-back must meet the following requirements: <ul style="list-style-type: none"> • Proof that oil tank is less than 3 years old • Maintenance contract needed • Copy of acceptable inspection showing storage tank is properly installed and properly functioning.

Earthquake Coverage

All Zones	<p>Underwriting approval required if earthquake coverage applies to any of the following:</p> <ul style="list-style-type: none"> ▪ Dwelling is solid masonry or superior construction ▪ Dwelling was built before 1950 ▪ Roof is masonry, cement, slate, or tile.
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Scheduled Personal Property

Appraisal / Bill of Sale Requirements	<p>Coverage A less than \$500,000: Appraisal required for any item equal to or greater than \$10,000.</p> <p>Coverage A equal to or greater than \$500,000: Appraisal required for any item equal to or greater than \$25,000.</p> <p>Appraisal should be no more than 3 years old and retained by agent.</p>
Scheduled Classes	<p>Underwriting approval is needed if:</p> <ul style="list-style-type: none"> ▪ HO3: Any item equal to or greater than \$50,000, Total Schedule equal to or greater than \$200,000 ▪ HO2: Any item equal to or greater than \$25,000, Total Schedule equal to or greater than \$100,000 ▪ HO4: Total Schedule equal to or greater than \$20,000 ▪ HO6: Any item equal to or greater than \$50,000, Total Schedule equal to or greater than \$100,000 (for HO6 CustomPac policies the total schedule limit is increased to \$200,000) ▪ All scheduled property categorized as miscellaneous will be referred. ▪ Cameras, musical instruments, postage stamps, golf equipment, silverware, rare coins, fire arms and other collectibles: Ineligible if items are used professionally, for trading or display, or not owned or in possession of insured. ▪ Fine Arts: Ineligible if property is owned by, or in the custody of, a dealer, auction room, museum, art gallery or art institution.

Excess Liability

Number of Locations	<p>Underwriting approval is required if extending liability to more than five properties or ten total units (including primary).</p>
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Coverages

Coverage options and limits will differ between the product levels. While the limits and coverage options are different between products they do not differ between monoline and package policies.

Section I Coverages

Coverage A — Dwelling

- Provides coverage against sudden and accidental direct physical loss to property as indicated below, provided the cause of loss is not excluded by the policy.
 - The dwelling on the 'residence premises' shown in the Declarations, including structures attached to the dwelling; and
 - Materials and supplies located on or next to the 'residence premises' used to construct, alter or repair the dwelling or other structures on the 'residence premises'
- For HO6, 10 percent coverage is automatically included for both monoline and package policies. The amount of coverage can be increased but not decreased.

Coverage B — Other Structures

- Provides coverage against sudden and accidental direct physical loss to property as indicated below, provided the cause of loss is not excluded by the policy.
- Other structures on the 'residence premises' set apart from the dwelling by clear space. This includes structures connected to the dwelling by only a fence, utility line, or similar connection.

Coverage C — Personal Property

Provides coverage for direct physical loss to property owned or used by an 'insured' while the property is anywhere in the world provided the loss is due to a covered peril.

Medical Payments Coverage D — Loss of Use

The limit of Liability for Coverage D is the total limit for the following:

- Additional Living Expense — If a loss covered under Section I makes that part of the 'residence premises' where you reside not fit to live in, we cover any necessary increase in living expenses incurred by you so that your household can maintain its normal standard of living.
- Fair Rental Value — If a covered loss makes that part of the 'residence premises' rented to others or held for rental not fit to live in, we cover the fair rental value of such premises less any expenses that do not continue while it is not fit to live in.
- Civil Authority Prohibits Use — If a civil authority prohibits you from use of the 'residence premises' as a result of direct damage to neighboring premises by a Peril Insured Against, we cover the loss as provided in Additional Living Expense and Fair Rental Value above.

Section II Coverages

Coverage E — Personal Liability

If a claim is made or a suit is brought against an 'insured' for damages because of 'bodily injury' or 'property damage' caused by an 'occurrence' to which this coverage applies, we will:

- Pay up to our limit of liability for the damages for which an 'insured' is legally liable.
- Provide a defense at our expense by counsel of our choice, even if the suit is groundless, false or fraudulent. We may investigate and settle any claim or suit that we decide is appropriate.

Medical Payments Coverage F — Medical Payments to Others

- We will pay the necessary medical expenses that are incurred or medically ascertained within three years from the date of an accident causing 'bodily injury'.
- Medical expenses means reasonable charges for medical, surgical, x-ray, dental, ambulance, hospital, professional nursing, prosthetic devices and funeral services.
- This coverage does not apply to the insured or regular residents except 'residence employees'.

Optional Coverages

Actual Cash Value Loss Settlement

- The policy provides building loss settlement on a replacement cost basis if, at the time of loss, the amount of insurance on the damaged building represents at least 80 percent of the full replacement cost of the building immediately before the loss.
- The policy may be endorsed to provide building loss settlement exclusively on an actual cash value basis if, on the inception date of the policy, the Coverage A limit of liability selected by the insured is less than 80 percent of the full replacement cost of the dwelling.

Additional Residence Rented to others

The policy may be endorsed to provide coverage when an additional residence is rented to others.

Building Additions and Alterations at Other Residence

The policy may be endorsed to provide this coverage at residences, other than the residence premises, rented to an insured.

Building Additions and Alterations — Increased Limit

Policy includes a limit at 10 percent of Coverage C, but coverage can be increased subject to an additional premium.

Business Property Increased Limit

- On Premises — The \$2,500 limit of liability for business property on the residence premises may be increased by endorsement to \$10,000 in increments of \$2,500.
- Off Premises — When the on-premises limit is increased, the off-premises limit of \$250 is automatically increased, at no additional charge, to an amount that is ten percent of the total on-premises limit of liability.

Business Pursuits

Coverage may be provided for the liability of the insured arising out of business activities. Coverage is excluded if Insured owns the business, is a partner or maintains financial control in the business.

Earthquake

The policy may be endorsed to provide coverage against a loss resulting from the peril of Earthquake up to the homeowner coverage shown on the policy.

- Earthquake deductible — five percent of Coverage A or C. Deductibles of 10 percent, 15 percent, 20 percent, and 25 percent are available for a reduced premium.
- Loss Assessment resulting from Earthquake can be added by endorsement.

Equipment Breakdown

The Equipment Breakdown coverage provides equipment breakdown insurance to cover equipment attached to and made part of the dwelling or other structure when perils for such equipment would have been excluded under the Homeowners policy. Any risk eligible for and carrying a Homeowners policy is eligible for Equipment Breakdown Coverage.

Loss Assessment

- The policy automatically provides, under Section I Additional Coverage and Section II Additional Coverage, a limit of \$1,000 each for assessments relating to the residence premises, excluding assessments resulting from the peril of earthquake.
- The policy may be endorsed to provide loss assessment coverage pertaining to additional locations for the insured's share of loss assessments arising out of a single covered loss. No more than two locations can be written in addition to the residence premises.

Ordinance or Law Increased Percent

The policy automatically provides up to ten percent of the Coverage A limit of liability (or for Form **HO4**, the Building Additions and Alterations limit) to pay for the increased costs necessary to comply with the enforcement of an ordinance or law.

- The policy may be endorsed to increase the basic Ordinance or Law Coverage amount, as noted below, to accommodate the increased costs known or estimated by the insured for materials and labor to repair or replace the damaged property and to demolish the undamaged portion of damaged property and clear the site of resulting debris according to the ordinance or law.
- For HO4, this coverage can be increased to 100 percent of Building Additions and Alterations.
- For HO6, this coverage can be increased to 50 percent of Building Additions and Alterations.

Other Structures

The policy automatically provides Coverage B – Other Structures on a blanket basis to structures located on the residence premises. The limits may be increased by endorsement.

This blanket coverage may be endorsed to expand coverage to include structures located away from the residence premises if used in connection with the residence premises.

Permitted Incidental Occupancies

Coverage for a permitted incidental occupancy is limited under Section I and excluded under Section II of the Homeowners policy. The policy may be endorsed to provide expanded Section I Coverage and Section II Coverage on a permitted incidental occupancy in the dwelling or in another structure on the residence premises.

- Examples of such occupancies are Offices, Schools or Studios meaning offices for business or professional purposes, and private schools or studios for music, dance, photography and other instructional purposes.
- If the permitted incidental occupancy is located in another structure, Coverage B does not apply to that structure.
- The permitted incidental occupancies endorsement also covers personal property pertaining to the permitted incidental occupancy within the Coverage C limits stated in the declarations.

Personal Injury

Liability coverage for personal injury to others, such as false arrest, malicious prosecution, wrongful eviction, slander, libel or violations of right of privacy, may be added to the policy.

Personal Property — Increased Limits – Other Residences

Coverage for personal property usually located at other residences is limited in the policy form to ten percent of Coverage C or \$1,000, whichever is greater. This limit may be increased.

Personal Property — Increased Special Limits of Liability

- Jewelry, Watches and Furs — The special limit of liability of \$1,000 for theft of jewelry, watches and furs may be increased to a maximum of \$5,000 but not exceeding \$1,000 for any one article.
- Money and Securities — The special limit of liability of \$200 on money may be increased to a maximum of \$1,000. The \$1,000 limit on securities may be increased to a maximum of \$2,000.
- Silverware, Gold ware, and Pewter ware — The special limit of liability of \$2,500 for loss by theft of silverware, etc., may be increased to a maximum of \$10,000 in increments of \$500.
- Firearms — The special limit of liability of \$2,000 for loss by theft of firearms may be increased to a maximum of \$6,000 in increments of \$100.
- Electronic Apparatus
 - The Policy provides coverage, as described below, for loss of electronic apparatus equipped to be operated from the electrical system of a motor vehicle or motorized land conveyance while retaining its capability of being operated by other sources of power:
 - Up to \$1,000 for apparatus in or upon a motor vehicle or motorized land conveyance, and
 - Up to \$1,000 for apparatus **not** in or upon a motor vehicle that is away from the residence premises and used for business.
 - Each of these limits may be increased to a maximum of \$5,000 in increments of \$500
- Refrigerated Personal Property
 - The policy may be endorsed to provide \$500 of coverage for covered property stored in freezers or refrigerators on the residence premises for loss caused by power service interruption or mechanical failure. A deductible of \$100 applies.

Personal Property — Reduction in Limit

The limit of liability for Coverage C may be reduced to an amount not less than 40 percent of the limit for Coverage A.

Personal Property — Replacement Cost

Personal Property Replacement Cost Coverage applies to articles or classes of property separately described and specifically insured in this policy, as listed in the Scheduled Personal Property endorsement.

Personal Property — Scheduled

Scheduled Coverage may be provided on scheduled personal property subject to the rules and rates of the Company.

Rental to Others — Theft Coverage

The policy may be endorsed to cover loss by theft while the portion of the residence premises usually occupied by the insured is occasionally rented in whole or in part to others, or while there is rental to a roomer or boarder.

Replacement Cost

The policy provides building loss settlement on a replacement cost basis if, at the time of loss, the amount of insurance on the damaged building represents at least 80 percent of the full replacement cost of the building immediately before the loss.

Residence Held in Trust

- Trust And Trustee — A Homeowners policy may be issued in the name of both the trust and trustee when
 - The residence held in trust is a one or two family dwelling or a condominium unit used exclusively for residential purposes,
 - Legal title to the dwelling or condominium unit is held solely by the trust;
 - The resident of the residence held in trust include at least one of the following: the trustee, the grantor of the trust, or the beneficiary of the trust; and
 - The trust and trustee are both shown as the named insured on the policy declarations, regardless of who resides in the residence held in trust.
- Other Persons Insured — If the trustee regularly resides in the residence held in trust along with the grantor or beneficiary and the grantor and/or beneficiary:
 - Is related to the trustee and is a member of the trustee's household, the grantor and/or beneficiary is an insured as defined in the policy form and should not be named in the endorsement; or
 - Is not related to the trustee, or is related but not a member of the trustee's household, the grantor and/or beneficiary must be named in the endorsement to be covered for personal property, additional living expenses, personal liability and medical payments to others. If the grantor and beneficiary are related to each other and members of the same household, only one of the two should be named on the endorsement.
 - If the trustee does not regularly reside in the residence held in trust, the grantor and/or beneficiary must be named in the endorsement whether or not they are related to the trustee. If the grantor and beneficiary are related to each other and members of the same household, only one of the two should be named on the endorsement.

Security Plus

The policy may be broadened by adding the Security Plus endorsement. Special Limits for Increased Coverage C as follows:

- \$300 on money, bank notes, bullion etc.
- \$2,500 on securities
- \$1,500 on watercraft, including their trailers
- \$1,500 on trailers not used with watercraft
- \$2,500 for loss by theft, misplacing or losing of jewelry, watches, and furs
- \$2,500 for loss by theft of firearms
- \$5,000 for loss by theft of silverware
- \$3000 for property on the residence
- Premises used primarily for business purposes
- \$500 for property away from the residence premises used primarily for business purposes
- \$1,500 on electronic apparatus in a motor vehicle
- \$1,500 on electronic apparatus used primarily for business while away from the residence premises and not in or upon a motor vehicle
- \$10,000 on computer equipment on the residence premises or at an insured student's residence
- \$5,000 on computer equipment away from the residence premises
- \$5,000 on business computers on or away from the residence premises
- \$10,000 for loss by theft of trading cards, collectibles, comic books and figurines, including any of these that are part of a collection
- Removal of trees is increased to \$1,000 and coverage is added for removal of tree(s) that block(s) a registered motor vehicle from entering or leaving the premises
- Loss Assessment — \$5,000 limit
- Credit cards — \$2500 limit
- Refrigerated products coverage up to \$500
- Grave Markers — \$1500 limit
- \$250 Lock Replacement coverage
- Reward Coverage up to \$250.
- Personal Injury coverage up to the Coverage E limit
- Outboard motor extension of coverage is provided for outboard motors up to 50 horsepower and for owned inboard outdrives boats up to 50 horsepower
- Incidental business activities of minors.

Security Plus Elite

The policy may be broadened by adding the Security Plus Elite endorsement. Special Limits for Increased Coverage C as follows:

- \$500 on money, bank notes, bullion etc.
- \$5,000 on securities
- \$3,000 on watercraft, including their trailers
- \$3,000 on trailers not used with watercraft
- \$5,000 for loss by theft, misplacing or losing of jewelry, watches, and furs; \$10,000 if the theft occurs while on the premises of a bank or safe deposit company
- \$2,500 for loss by theft of firearms
- \$5,000 for loss by theft of silverware; \$10,000 if the theft occurs while on the premises of a bank or safe deposit company
- \$5,000 for property on the residence premises used primarily for business purposes
- \$2,500 for property away from the residence premises used primarily for business purposes
- No limit on electronic apparatus in a motor vehicle
- No limit on electronic apparatus used primarily for business while away from the residence premises and not in or upon a motor vehicle
- \$5,000 on business computers on or away from the residence premises
- \$10,000 for loss by theft trading cards, collectibles, comic books and figurines, including any of these that are part of a collection
- Removal of trees is increased to \$2,000 (\$500 max per tree) and coverage is added for removal of tree(s) that block(s) a registered motor vehicle from entering or leaving the premises
- Credit cards — \$5,000 limit
- Loss Assessment — \$10,000 limit
- Ordinance or Law is increased to 20 percent of Coverage A
- Grave Markers — \$3,000 limit
- Refrigerated products coverage up to \$1,000 (a \$100 deductible applies)
- \$500 Lock Replacement coverage
- Reward Coverage up to \$1,000
- Agreed amount for scheduled jewelry is included
- Waiver of up to \$1,000 deductible for Section I homeowners losses exceeding \$50,000
- Outboard motor extension of coverage is provided for outboard motors up to 50 horsepower and for owned inboard outdrive boats up to 50 horsepower
- Coverage is provided for certain golf carts within an insured's private residential community
- Coverage is expanded for incidental business activities of minors
- Personal Injury coverage up to the Coverage E limit via endorsement
- Unit Owners Coverage A Special Coverage added via endorsement at no additional charge for HO 6000
- Water back up for \$5,000 added via endorsement. Alternatively, limits of \$10,000, \$20,000 or \$50,000 can be chosen instead for an additional premium
- Identity Theft Expense Reimbursement coverage of \$15,000 via endorsement at no additional charge.

Service Line Coverage

Service Line Coverage will pay up to the selected limit for each service line failure incident under Section I of the homeowners policy. The coverage may pay for hotels, meals, rent and other living expenses when a family must leave their residence because of a covered loss, or for generators and other temporary equipment needed to remain in their home. In addition, it covers damage to outside property, including trees, shrubs, sidewalks, and decks and landscaping when caused by a service line failure.

- The policy may be endorsed to provide such coverage for a limit of liability of:
 - \$10,000, subject to a \$500 deductible
 - \$20,000, subject to a \$500 deductible.

Water Back Up Coverage

The policy forms exclude coverage for loss resulting from water or water-borne material which backs up through sewers or drains or which overflows or is discharged from a sump, sump pump or related equipment.

- The policy may be endorsed to provide such coverage for a limit of liability of \$5,000 subject to a \$250 deductible. No other deductible option is available
- The policy may be endorsed to provide such coverage for a limit of liability of \$10,000 subject to a \$250 deductible. No other deductible option is available
- The policy may be endorsed to provide such coverage for a limit of liability of \$20,000 subject to a \$500 deductible. No other deductible option is available
- If the policy also contains Security Plus Elite, it may be endorsed to provide such coverage for a limit of liability of \$50,000 subject to a \$1000 deductible. No other deductible option is available.

Watercraft Liability

- Coverage is included in the policy form, at no additional charge, for certain watercraft powered by an outboard engine or motor or combination of outboard engines or motors of up to 25 horsepower, and sailboats less than 26 feet in overall length with or without auxiliary power
- Coverage is also included for watercraft powered by inboard or inboard-outdrive engines or motors, including those that power a water jet pump, of 50 horse power or less when not owned by an insured or more than 50 horse power when not owned by or rented to an insured.

Discounts

Discount availability may differ between the product levels.

Account Credit

Discount applies when the policyholder has an active policy with National General Insurance.

Advanced Quote

A policy level discount applied to all policies written as new business if the company quote is initiated by the customer at least three days prior to the policy effective date.

Fire Protective Device

Approved and properly maintained protective devices in the dwelling may be recognized for a reduced premium.

Home Buyers

The policyholder will qualify for a discount for three years provided:

- The age of the home at policy inception is 49 years or less. Age of the home is defined as the difference between the year for which the policy is being rated and the year in which the home was built; and
- The policy effective date is either during the purchase month or during the twelve months after the purchase month.

Homeowners Association

A premium credit may be given to an eligible policy when the dwelling is located in a qualifying Homeowners Association.

The Homeowners Association must meet the following conditions:

- Owns real property in common for use by all association members;
- Charges a fee for membership;
- Has written authority to control and enforce property rights of association members such as restrictions on alterations, additions or remodeling of the dwellings; restrictions on the use of dwelling for business purposes; minimum requirements on property maintenance and upkeep.

Insured to Value Credit

A credit is available for homes insured to replacement cost value.

Multi Line

This discount is applied if a policy has scheduled personal property, personal umbrella, or both.

Prime Time

A discount is available if the following criteria are met:

- One of the named insureds must be age 49 or older
- The insured premises must be the principal residence of the applicant
- The residence is not unoccupied for more than 30 consecutive days.

Superior Construction

The premium for a dwelling or apartment unit in a building of superior construction may be recognized for a reduced rate.

Superior Construction is defined as follows:

- Non-Combustible
 - Exterior walls and floors and roof constructed of, and supported by metal, asbestos, gypsum, or other non-combustible materials.
- Masonry Non-Combustible
 - Exterior walls constructed of masonry materials and floors and roof of metal or other non-combustible materials.
- Fire Resistive
 - Exterior walls and floors and roof constructed of masonry or other fire resistive materials.

Theft Protective Device

Approved and properly maintained protective devices in the dwelling may be recognized for a reduced premium.

Surcharges

Surcharges may differ between the product levels.

Number of Families

The number of families rating surcharge is based on the number of families the structure was designed to house (single family homes versus multi-family homes).

Secondary Seasonal

A surcharge applies to policies classified as secondary or seasonal.

- A seasonal residence is defined as other than a primary residence with a continuous un-occupancy by the owners of two or more months.
- A secondary residence is a non-primary residence that does not meet the above definition of a seasonal residence.

Townhouse Row House

A surcharge applies to the premium for an eligible one or two family dwelling in a town or row house structure.