

Dwelling Rules

Dwelling Overview

<p><u>Dwelling Special</u></p> <p>For the owner or tenant occupied home built within 25 years, home has excellent maintenance</p>	<ul style="list-style-type: none"> ◆ Special Perils on Dwelling ◆ Our Best Rate ◆ Replacement Cost on Dwelling ◆ Optional Property Coverages ◆ Liability for Rentals or Owners
<p><u>Dwelling Broad Form</u></p> <p>For the owner or tenant occupied home in average to better than average condition</p>	<ul style="list-style-type: none"> ◆ Broad Form Perils on Dwelling ◆ Competitive Rate ◆ Modified Replacement Cost Available ◆ Optional Property Coverages ◆ Liability for Rentals or Owners
<p><u>Dwelling Basic Form</u> <u>Underwriter Approval Required</u></p> <p>For the older home in fair condition which is owner-occupied/secondary property</p>	<ul style="list-style-type: none"> ◆ Basic Perils ◆ Optional Property Coverages ◆ Liability for Owners ◆ Not available for tenant occupied Dwellings
<p><u>Unoccupied Dwelling</u> <u>Underwriter Approval Required</u></p> <p>For unoccupied dwellings that may be for sale or are being remodeled or renovated.</p>	<ul style="list-style-type: none"> ◆ Basic Perils ◆ High Deductible

Program Summary

	Dwelling Special Form Coverage	Dwelling Broad Form Coverage
Occupancy	Owner or Tenant Occupied 1-2 Family	Owner or Tenant Occupied 1-2 Family
Minimum Limit on Dwelling	\$100,000	\$75,000
Maximum Limit on Dwelling	The Smallest of: 1. \$300,000 2. 100% of Replacement Cost 3. Market Value of Home (excluding land) x 1.10	The Smallest of: 1. \$200,000 2. 100% of Replacement Cost 3. Market Value of Home (excluding land) x 1.10
Base Deductible	\$1000	\$1000
Special Requirements	Excellent Maintenance & Housekeeping Wiring – Minimum 100 AMP, Breakers Supplemental Solid Fuel is Acceptable if Owner-Occupied Roof – New Within Last 15 Years Unless Metal Siding – New Within 30 Years.	Average or Better than Average Maintenance & Housekeeping Partially Updated: ♦ Wiring – Min. 100AMP Service ♦ Roof – New Within Last 20 Years, Unless Metal Central Heating System Supplemental Wood Heat is Acceptable if Owner-Occupied;
Not Eligible	Historical, Octagon & Similar Structures, Converted Commercial Structures, Log, Underground homes, Flat & Gradual Sloping Roofs, Student Rentals, Mobile Homes, Self/Volunteer Built Homes	Historical, Log, Underground Homes Octagon & Similar Structures, Student Rentals, Mobile Homes, Self/Volunteer Built Homes
Premium Adjustments	<div> <div>New Home Discount (0-10 yrs)</div> <div>-15%</div> </div> <div> <div>New Home Discount (11-20 yrs)</div> <div>-10%</div> </div> <div> <div>Mortgage Free Discount</div> <div>-5%</div> </div> <div> <div>Claim Free Discount (5 yrs)</div> <div>-5%</div> </div> <div> <div>Non-Visibility Surcharge</div> <div>+15%</div> </div> <div> <div>Seasonal – No Primary Surcharge</div> <div>+25%</div> </div>	<div> <div>New Home Discount (0-10 yrs)</div> <div>-15%</div> </div> <div> <div>New Home Discount (11-20 yrs)</div> <div>-10%</div> </div> <div> <div>Mortgage Free Discount</div> <div>-5%</div> </div> <div> <div>Claim Free Discount (5 yrs)</div> <div>-5%</div> </div> <div> <div>Non-Visibility Surcharge</div> <div>+15%</div> </div> <div> <div>Seasonal – No Primary Surcharge</div> <div>+25%</div> </div>
Coverage Provided	Special Perils Protection on Dwelling & Related Private Structures Named Peril on Personal Property without theft.	Named Peril Coverage on all Covered Property. (Theft not Covered)
Loss Settlement	Replacement Coverage if 80% Insured to Value Modified Replacement is Available if the Amount of Insurance is Under 80% of the Full Replacement.	Replacement Coverage if 80% Insured to Value Modified Replacement is Available if the Amount of Insurance is Under 80% of Full Replacement.

Program Summary

	Dwelling Basic Coverage Underwriter Approval Required	Unoccupied Dwelling Program Underwriter Approval Required
Occupancy	Owner-Occupied/Secondary property	Unoccupied for reasons such as, Owner Recently Deceased, Owner Recently moved to Nursing Home, Dwelling is being Renovated or Remodeled, etc.
Minimum Limit on Dwelling	\$10,000	\$10,000
Maximum Limit on Dwelling	The Smallest of: 1. \$150,000 2. 100% of ACV or 3. Market Value of Home (Excluding Land) x 1.10	\$150,000, however not greater than the assessed value or sale price without the land.
Base Deductible	\$1000	\$1000
Special Requirements	Average Care, Maintenance & Housekeeping; Partially Updated – Wiring Minimum 60 AMP, Roof New within 20 years (unless metal), Central Heating System.	Minimum \$1,000 Deductible Payment Mode – Semi-Annual/Annual Minimum Installed Premium - \$200 Minimum Annual Premium - \$200 Minimum Earned Premium - \$200 Non-Payment Cancellations will not be reissued.
Not Eligible	Historical, Octagon & Similar Structures and Underground Homes, Tenant Occupied Homes, Mobile Homes, Self/Volunteer Built Homes	Historical, Underground Homes, Octagon & Similar Structures, Student Rentals, Mobile Homes, Self/Volunteer Built Homes
Premium Adjustments	Mortgage Free Discount - 5% Claim Free Discount (5 yrs) - 5% Non-Visibility Surcharge +15% Seasonal-No Primary Surcharge +25% 60-AMP Electrical Surcharge +25% Log Home Surcharge +25%	Based on Underwriting Pricing
Coverages Provided	Basic Perils Coverage	Basic Perils Coverage
Available Options	Related Private Structures Personal Property Bodily Injury Liability Medical Payments Misc. Property & Liability Coverages	
Loss Settlement	ACV	ACV

Dwelling Rules

RULE 1 – GENERAL REQUIREMENTS

1.1 Photographs

All applications should be accompanied by a good, clear photo of the dwelling insured. Also include photos of all other buildings on the premises.

1.2 Woodburning – Solid Fuel Units (Owner-Occupied Only)

This includes inserts, furnace units, pellet stoves, outdoor wood furnaces, furnace add-ons and free-standing units whether they are being used or not. A solid fuel supplement and clear photos of the stove and of the stovepipe must accompany the application. If unit is equipped with a stand-alone stovepipe that is vented directly outside, pictures must show stovepipe passing through the wall, ceiling, etc. Solid fuel units that are the primary or only source of heat are not acceptable without prior underwriting approval. Units that are double vented with an oil furnace are acceptable; however, the chimney must be lined. There is no binding for metal chimneys and solid fuel in attached garage. Heat Savers and similar devices are not acceptable. Dwelling must be owner-occupied; solid fuel units located anywhere on the property are not acceptable in rental dwellings.

1.3 Binding Authority

In addition to the binding restrictions in the general rules and the solid fuel restrictions above, you may not bind coverage on any of the following:

- a. Any dwelling risk containing a commercial exposure on the same premises;
- b. Properties which are inaccessible to the fire department;
- c. Risks where an insured is paid to provide care for any persons;
- d. Tenant is paid to provide care for any persons;
- e. Dwelling is gutted out or is undergoing a major remodeling project;
- f. Rental with solid fuel heat;
- g. Properties that are vacant, for sale or unoccupied;
- h. Student Rentals;
- i. Self/Volunteer built homes;
- j. Dog on premise that is on restricted list whether owned by tenant or owner of rental dwelling;
- k. Any risk that requires a restriction or exclusion are considered an exception and subject to underwriting discretion.

Generally, the above are ineligible for coverage, but the company may consider writing. Contact Underwriting to obtain binding authority.

1.4 Maximum Dwellings per Policy

The maximum number of rental units eligible for the dwelling program is eight (8) per policy. Risks with more than eight (8) rental units are considered a commercial exposure and need to be written in the commercial program. Each rental property is still subject to the maximum of a 2-family unit.

RULE 2 – RISK ELIGIBILITY

2.1 Owner-Occupied or Tenant-Occupied

The dwelling can be owner or tenant occupied and used only for residential purposes. The structure must be a one- or two-family dwelling and cannot have any commercial exposure in any unit.

2.2 Dwellings Under Construction

A policy may be issued to cover the interests of the owner of a dwelling that is under construction.

2.3 Seasonal Dwellings

A policy may be written to cover a seasonal dwelling. Seasonal property may be written in any of our programs, provided the property meets underwriting requirements.

Dwelling Rules

RULE 3 – PROGRAM ELIGIBILITY

3.1 Special Dwelling

This program provides Special Perils coverage for the owner or tenant occupied one- or two-family dwelling. Eligibility guidelines are as follows:

- a. Minimum limit of \$100,000;
- b. Maximum limit is subject to the smallest of:
 - 1) \$300,000
 - 2) The market value of the dwelling excluding land x 1.10
 - 3) 100% of replacement cost
- c. Roof new within 15 years, unless metal, and siding new within 30 years;
- d. Good to excellent maintenance and housekeeping;
- e. Minimum 100 amp electrical service with breakers or proper fuses for the wiring and circuit load;
- f. A central heating system using LP, natural gas, electric or fuel oil is required. Supplemental solid fuel is acceptable only in owner-occupied dwellings;
- g. Constructed for the number of families occupying the dwelling;
- h. Not Eligible – Historical homes which have been “restored” to their original style and which contain construction materials not commonly used today; octagon and similar structures, converted commercial structures, log or underground homes, and self/volunteer built structures are not eligible for this program. Flat & gradual sloping roofs are not eligible. Tenant occupied dwellings with any solid fuel (except fireplace) are not eligible. Mobile homes and student rentals are also not eligible.

3.2 Broad Dwelling

This program provides broad perils for the owner or tenant occupied one or two family dwelling. Eligibility guidelines are as follows:

- a. Minimum limit \$75,000;
- b. Maximum limit is subject to the smallest of:
 - 1) \$200,000
 - 2) The market value of the dwelling excluding land x 1.10
 - 3) 100% of replacement cost
- c. Average or better than average maintenance and housekeeping;
- d. Minimum 100 amp electrical service with breakers or proper fuses for the wiring and circuit load;
- e. A central heating system using LP, natural gas, electric or fuel oil is required. Supplemental solid fuel heat is acceptable only in owner-occupied dwellings;
- f. Not Eligible – Historical homes which have been “restored” to their original style and which contain construction materials not commonly used today; octagon and similar structures, log or underground homes and self/volunteer built structures are not eligible for this program. Tenant occupied dwellings with any solid fuel (except fireplace) are not eligible. Mobile homes and student rentals are also not eligible.
- g. Converted commercial structures require underwriter approval

3.3 Basic Dwelling – Underwriter Approval Required

This program provides basic perils coverage for the owner-occupied dwelling. Eligibility guidelines are as follows:

- a. Minimum limit \$10,000
- b. Maximum limit is subject to the smallest of:
 - 1) \$150,000
 - 2) The market value of the dwelling excluding land x 1.10
 - 3) 100% of Actual Cash Value
- c. Average maintenance and housekeeping;
- d. Minimum 60-AMP electrical service with breakers or proper fuses for the wiring and circuit load;
- e. A central heating system using LP, natural gas, electric or fuel oil is required;
- f. Supplemental solid fuel heat is acceptable;
- g. Not Eligible – Historical homes which have been “restored” to their original style and which contain construction materials not commonly used today; octagon and similar structures, underground homes and self/volunteer built structures are not eligible for this program. Tenant-occupied dwellings are not eligible. Mobile homes and student rentals are also not eligible.
- h. Converted commercial structures require underwriter approval

Dwelling Rules

3.4 Unoccupied Dwelling – Underwriter Approval Required

This program provides basic perils (without vandalism) for an unoccupied dwelling. This policy is a one-year term and is subject to underwriter approval for renewal. This program is for dwellings that are unoccupied for reasons such as: Owner Recently Deceased, Owner is in Nursing Home, Dwelling is Under Renovation or Remodeling, etc. **All risks under this program require prior underwriting approval.** Eligibility guidelines are as follows:

- a. Minimum dwelling coverage - \$10,000;
- b. Maximum dwelling coverage \$150,000, but not greater than the assessed value or sale price without land;
- c. Maximum liability limit is \$500,000;
- d. Minimum deductible of \$1,000 (Deductible credit only applies for \$2500 and \$5000)
- e. Minimum annual premium and minimum installed premium of \$200;
- f. Premium pay mode type can only be semi-annual or annual;
- g. Minimum earned premium of \$200 per policy term;
- h. Average or better maintenance on structures;
- i. Premises secured – doors locked, etc.;
- j. Someone is designated to inspect the property on a regular basis;
- k. Not Eligible – Homes that have not been previously insured with Mutual of Wausau, self/volunteer-built structures and student rentals

RULE 4 – PREMIUM MODIFICATIONS

4.1 Fire Protection

Premium Group 1 – Areas with a hydrant within 1,000 ft
Premium Group 2 – 6 road miles or less to responding fire department
Premium Group 3 – Over 6 road miles, but less than 10 to a responding fire department
Premium Group 4 – 10 or more road miles to responding fire department

4.2 Deductible

The deductible amount for the basic coverages is shown on the declarations page. The deductible applies to all losses and coverages except as noted in the policy. All rates in the manual are at a \$1000 deductible unless otherwise noted.

4.3 New Home Discount

A 15% credit will be applied to homes that are 10 years old or less. Homes 11-20 years old receive a 10% credit.

4.4 Mortgage Free Discount

A 5% credit is available for policies without a mortgage or loss payee.

4.5 Log Home Surcharge

A premium surcharge of 25% will be applied to the base rate for all log homes.

4.6 Claim Free Discount

A 5% credit is available if claim free for 5 years with Mutual of Wausau Insurance Corporation.

Dwelling Rules

4.7 Dwelling Under Construction – Collapse and Theft (See Rule 5.11)

When the policy covers a dwelling under construction the new home discount applies. The following requirements must be met:

- a. The dwelling is insured to 100% of the estimated completed value;
- b. Construction is to be completed within one year;
- c. The policy must be effective on the date construction begins;
- d. A Builders Risk Supplement (Form UND-031) must be completed.

4.8 Seasonal Properties

Seasonal properties may be written under any of our programs provided they meet the requirements. Seasonal risks without the primary residence also written with Mutual of Wausau are subject to a premium surcharge of 25% of the base rate and liability will be restricted to the premises only.

4.9 Non-Visibility Surcharge

The residence must be 25% or more visible from any road in all seasons, if not a 15% surcharge applies.

4.10 Individual Risk Premium Modification (IRPM)

A particular risk can be subject to a premium modification based on the unique characteristics (including claim history) of the risk. A premium surcharge of up to 500% or a credit of up to 25% can be applied to the premium. The modification requires prior underwriting approval. A premium modification worksheet is required when this rule applies.

4.11 60-AMP Electrical Surcharge

Property with 60-AMP electrical service will be subject to a surcharge of 25% (applicable to the base).

RULE 5 – OPTIONAL PROPERTY COVERAGE

5.1 Related Private Structures – Coverage B (Not Including Swimming Pools)

Coverage B can be provided for private structures. Farm buildings, any buildings over 1800 sq. ft. and structures used for business are not eligible under Coverage B, however, will be considered under Private Structures coverage (Rule 5.21) or a separate Commercial policy.

5.2 Swimming Pools – Form MW-12

(Owner-Occupied Only)

The base policy limits underground or above ground swimming pools to \$500 of coverage on a named peril basis. All in-ground pools must be fenced and above ground pools should be fenced. Diving boards and slides are unacceptable.

5.3 Personal Property – Coverage C

Coverage C can be provided.

5.4 Replacement Cost – Personal Property – Form FL-55

(Owner-Occupied Only)

Personal property can be insured for replacement value.

5.5 Refrigerated Food Products – Form FL-155

(Owner-Occupied Only)

Loss to freezer contents/refrigerated foods from the interruption of electrical service to refrigeration equipment. The interruption must be caused by damage to the generating or transmission equipment, or mechanical or electrical breakdown of the refrigeration system. You must maintain the refrigeration equipment in proper working condition. Coverage can be provided up to \$500. No deductible applies.

5.6 Water Back Up and Sump discharge or Overflow Coverage – Form HO 2708

(Owner-Occupied Only)

Limited Coverage for sewer and water backup damage is available, except for tenant's policies and risks in a flood hazard area. The limits available are \$10,000 maximum, subject to a \$500 deductible. **This can be added only at the inception or the policy anniversary date.**

5.7 Reserved for Future Use

Dwelling Rules

5.8 Solid Fuel Unit Surcharge

(Owner-Occupied Only)

There will be a surcharge for each dwelling or structure with an acceptable solid fuel unit. Complete and attach a solid fuel questionnaire (WSM-910) with a front and back picture of unit and pipe entering chimney. If unit is equipped with a stand-alone stovepipe that is vented directly outside, pictures must show stovepipe passing through the wall, ceiling, etc. Heat savers/reclaimers are not acceptable. Dwelling must be owner-occupied; solid fuel units are not acceptable in rental dwellings.

5.9 Fire Department Service Charge in Excess of \$2,500

For increased limits refer to rate pages.

5.10 Modified Replacement Cost – Form FL-256 (Not available in Basic or Unoccupied)

The policy can be endorsed to provide replacement cost coverage for partial losses when the Coverage A limit is less than 80% of the dwelling's replacement cost. The following eligibility guidelines also apply:

- a. Shingled roofs must be less than 20 years old. Excluded roofs of any age are acceptable.
- b. Dwelling Structure is in good condition and properly maintained.

5.11 Dwellings Under Construction – Collapse Coverage and Theft – Forms HO 2722 and HO 5722

While a residence is being constructed, coverage can be provided for collapse of the dwelling or foundation and for theft of building materials. The collapse coverage applies only while the dwelling is under construction and ceases once it is occupied OR for 12 months after the effective date of the coverage (whichever occurs first). The premium is fully earned from the inception of this coverage.

5.12 Inland Marine – Scheduled Personal Property – Form MW-217

(Owner-Occupied Only)

Additional coverage & limits can be obtained on items such as jewelry, guns, boats, antiques, snowmobiles, etc. Please refer to the Inland Marine Section of the manual.

5.13 Inflation Guard – Form FL-10

Limits for Coverage A, B & C can be increased 1% per quarter with this endorsement and at the premium shown in the rate pages.

5.14 Replacement Cost – Well Pump – Form MW-4

The loss settlement provisions that apply to well pumps can be changed to replacement cost coverage at no deductible.

5.15 Theft Coverage – Form FL-34

(Owner-Occupied Only)

Theft coverage is not automatically included; however, it can be added to policies that insure personal property for owner-occupied dwellings. On-and-Off Premise theft coverage each have a separate limit equal to the limit listed on the declaration page. Refer to rate pages.

5.16 Ordinance or Law – Form FL-257

Coverage can be added for increased costs that result from the enforcement of a code, ordinance or law that regulates the construction, repair or demolition of covered property. Refer to rate pages.

5.17 Reserved for Future Use

5.18 Unoccupied Dwelling

These types of dwellings must be placed in the Unoccupied Dwelling Program.

5.19 Additional Living Cost and Loss of Rents

When coverage is desired to protect against the loss of additional living expenses on rental income following an insured loss, you may do so by charging an additional premium. Coverage is provided under Coverage D and is limited to three or six months.

5.20 Identity Fraud Expense Coverage – Form ML-0686

This endorsement provides necessary and reasonable expense reimbursement for costs associated with identity fraud. This limit is \$5,000, and the deductible is \$100.

Dwelling Rules

5.21 Private Structures Endorsement – Form MW-PS, MW-PSR, MW-PS-WS, MW-PSR-WS

Detached structures that do not qualify for related private structures coverage. Options include actual cash value basis, replacement cost basis, and/or weight of ice, sleet, or snow coverage (subject to eligibility-refer to coverage rules under the farm program).

RULE 6 – OPTIONAL LIABILITY COVERAGE

6.1 Owner-Occupied – Form GL-1

The dwelling policy does not automatically include liability coverage.

6.2 Landlord Liability/Unoccupied Dwelling Liability

Coverage for liability arising out of one- or two-family dwellings owned by the insured and rented or held for rental to others and unoccupied dwellings can be added.

6.3 Recreational Motor Vehicle

This endorsement provides off-premises liability and medical payments coverage for listed recreational motor vehicles where the policy provides the primary liability for the Insured. It is not available on seasonal or rental dwelling policies, since the liability is not primary or is limited to the premises only.

The following risks are **INELIGIBLE** for coverage:

- a. 3-Wheelers;
- b. Recreational vehicles used in racing;
- c. Recreational vehicles that have been customized or modified in any manner;
- d. Homemade or kit recreational vehicles;
- e. Recreational vehicles owned by a corporation other than a farm corporation;
- f. Dirt and trail bikes;
- g. High performance snowmobiles, those over 700cc except 4-stroke and touring;
- h. Sport ATVs; and
- i. Jet Skis seating over two people.

6.4 Liability for Additional Residence Premises

Premises Liability Coverage can be extended to additional locations owned by the Insured. This extension of coverage is limited to dwellings with two families or less.

6.5 Horses

(Owner-Occupied Only)

Liability coverage for horses can be added for an additional premium shown in the rate pages. The following rules apply for horses:

- a. Total maximum number of horses is 8 (including your horses boarded elsewhere);
- b. Horses must be used for pleasure use only (no riding lessons, teaching, instructing, etc.);
- c. Professional showing, racing, competition or breeding is not allowed;
- d. All horses must be charged for; and
- e. If any non-owned horses are boarded on premise, the policy must be written in a Farm Program.

6.6 Boats

(Owner-Occupied, Primary Liability Only)

a. Outboard Motors

The base liability rate includes liability coverage for outboard motors up to 50hp. Outboard motors in excess of 50hp require an additional premium charge. Watercraft in excess of 250 hp or in excess of 30 ft. are not eligible.

b. Inboard, Inboard/Outboard Motors – Endorsement ML-75

Boats powered by inboard or inboard/outboard motors 50-250 hp require an additional premium charge. Jet boats, boats with turbo charge or modified engines and racing craft are not eligible for any coverage.

c. Sailboats – Endorsement ML-75

Sailboats 26-40 ft are eligible for an additional premium charge.

6.7 Trampoline

(Owner-Occupied Only)

If there is a trampoline on premises with a safety enclosure, an additional premium charge will be made. Otherwise, a liability exclusion will be added if no safety enclosure is present.

Dwelling Rules

6.8 Personal Injury

(Owner-Occupied, Primary Liability Only)

Coverage can be provided for the Named Insured's legal liability resulting from the false arrest, libel, slander, or invasion of privacy of another.

6.9 Reserved for Future Use

6.10 Farmland – Not Farmed

Liability coverage can be provided for farmland in excess of 20 acres that is not farmed by anyone.

(Liability for owned land with no buildings and used for hunting is included under the base liability premium.)

6.11 Farmland rented to others

For an additional premium, liability coverage can be provided for farmland regardless of the number of acres that is farmed by someone other than the insured.

6.12 Reserved for Future Use

6.13 Reserved for Future Use

6.14 Incidental Business Activities

Coverage may be provided for an incidental business that is conducted on the premises. Coverage is for Bodily Injury and Physical Damage that occurs on the insured premises only. Products Liability, Completed Operations Coverage, and Professional Liability Coverage are not included.

The business must be incidental to the primary occupancy of the premises as a residence and cannot be conducted on any other premises. The insured must be its sole proprietor and the business cannot have other employees. Gross receipts cannot exceed \$10,000 (\$15,000 if retail sales) annually. The types of business activities include: Babysitting, Roadside Markets, & Retail Sales, such as Mary Kay, Amway, seed & fertilizer sales, and similar activities.

6.15 Office, School, or Studio Use

Provides coverage for businesses owned by the insured and conducted on the premises. It does not provide professional liability. This is only for incidental office, professional, private school or studio. The following rules apply:

- a. The business must be conducted by an insured;
- b. The residence must be occupied principally for residential purposes;
- c. There is no other business conducted on the premises;
- d. The insured employs no assistants or employees; and
- e. The residence has not been altered to accommodate the occupancy.

6.16 Reserved for Future Use

6.17 Reserved for Future Use

6.18 Household Employee

Provides coverage for liability due to injury to a household employee that is not covered by workers compensation.

Dwelling Rules

6.19 Home Based Business – Underwriter Approval Required – Endorsement ML-450

Home based business coverage can be provided with an owner-occupied dwelling policy to cover the property and liability exposures of a small business conducted on or off of the insured premises.

The business must be owned or operated by the insured and be incidental to the premises. Gross receipts must not exceed \$250,000 and the number of employees, including family members, must not exceed 3 workers.

Businesses that offer installation service; child or adult care services; home health care services; dog kennel, grooming, or training; horse boarding or training; lawn care services or similar are not eligible.

The home-based business coverage part provides property and liability (including products) coverage for the covered business exposure.

There are 6 classifications of home-based businesses that will be considered: Office, Service, Food, Retail, Crafts, and Bed & Breakfast. Contact underwriting for acceptability and rating.

6.20 Additional Insured – Form GL-108

Additional Insureds can be listed on a policy.

RULE 7 – MISCELLANEOUS RULES

7.1 Ownership and Occupancy

All dwellings insured under these programs must be owned by the insured. The insured must have title to the property either:

- a. In their own name, or
- b. A legal Life Estate, or
- c. Under a land contract purchase agreement.

In all cases the owner of the home must be the named insured and able to establish a valid insurable interest in the dwelling. A person renting with an option to buy and properties purchased by one family member for another family member to occupy do not qualify.

7.2 Hunting Cabins

A Basic Perils policy may be issued to cover a hunting cabin owned by one or more individuals or by a corporation. Consideration may be given for Broad Perils.