

IMMEDIATE COVERAGE

A PROVISIONAL POLICY

1. Upon receipt of a properly completed application accompanied by the appropriate provisional premium, and upon tentative determination that a risk is eligible for coverage in the Plan, a one year policy will be issued subject to confirmation of eligibility, insurability and promulgation of final rates. Vacant property or those properties/titleholders involved in bankruptcy proceedings, as well as any other property wherein the FAIR Plan General Rules indicate that an inspection or additional underwriting information may be necessary prior to a decision on acceptance of coverage, are not eligible for immediate coverage.

Refer to Sections: "Eligibility", "Underwriting Standards", "Maximum Limits of Liability" and "How to Apply".

2. Application for immediate binding coverage may be made at any time prior to receipt of a Rate Notification from the Plan. If acceptable, coverage shall be effective the date received or any subsequent date requested. The provisional premium payment shall be determined from the following Provisional Rate/Premium Table:

PROVISIONAL RATE/PREMIUM TABLE ONE OR TWO FAMILY OWNER OCCUPIED DWELLINGS, TRAILERS OR MOBILE HOMES AND HOUSEHOLD CONTENTS IN USE

Submit the applicable premium for the coverage(s) and peril(s) desired as promulgated by using Insurance Service Office Dwelling Policy Program Loss Costs times a factor of 5.75.

Policy Writing Minimum Premium \$75.00

ALL OTHER DWELLINGS, TRAILERS OR MOBILE HOMES (1-4 FAMILIES)

Submit a provisional premium for the coverage(s) and peril(s) desired as promulgated by using Insurance Services Office Dwelling Policy Program Loss Costs times a factor of 5.75.

Policy Writing Minimum Premium \$75.00

ALL OTHER CLASS RATED RISKS

Submit a provisional premium by using Insurance Services Office Commercial Lines Manual Loss Costs times a factor of 3.24 OR call for rates.

Policy Writing Minimum Premium \$100.00

SCHEDULE RATED RISKS

Submit a provisional based on rates promulgated by using ISO Commercial Risk Service's published Loss Cost times a factor of 3.24 OR call for rates.

Policy Writing Minimum Premium \$100.00

NOTE: Payment by an applicant must be by Certified Check, Bank Treasurer's Check, personal check, money order or Postal Money Order or Check of a Licensed Lending Institution or Check of

Licensed Producer (Agent/Broker) will also be accepted. The total premium must accompany this request, however, payment by a licensed producer may be net of commission.

Immediate Coverage is not available for fully vacant or unoccupied properties or partial vacancies accessible from ground level. All applications for this class must be submitted with a completed "Supplementary Questionnaire", Form PDWV-25/ACORD 65 PA/DE/WV and are subject to review and approval by the Plan before coverage is effective.

When it is determined, after inspection, that the property is eligible and insurable, the final policy rates will be promulgated and the policy premium will be adjusted from the inception date of the policy. When it is determined, after inspection, that a property is uninsurable due to conditions, the Plan will issue a declination to the insured or his/her representative. The declination will specify the reason(s) for uninsurability and include a copy of the inspection report. The Plan may, at its discretion, allow a period of time for the correction of the condition(s). Failure to notify the Plan in writing within the period of time of the condition(s) being corrected may result in policy cancellation.

B. EFFECTIVE DATE

Coverage will become effective Noon (Eastern Standard Time), on the day that the premium is received in the office of the Plan, unless a subsequent date is requested by the applicant or his/her representative. An application or premium shall be considered received only upon actual delivery on a normal business day and during the normal business hours of the FAIR Plan at the office of the Plan. An application or premium which arrives at the office of the Plan on Saturday, Sunday, holiday, and/or after the close of business shall not be considered received until the next normal business day thereafter.

C. ACKNOWLEDGMENT LETTER

When it is necessary to provide immediate evidence of insurance, an "Acknowledgment Letter" may be requested when the submitted "Application" or "Policy Order Form" has been approved. The Acknowledgment Letter will include the file number, effective date and signature of an authorized representative.