

# 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 the Sections on "Eligibility", "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 day following 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 the Insurance Services Office Dwelling Policy Program Loss Costs times a factor of 1.919.

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 the Insurance Services Office Dwelling Policy Program Loss Costs times a factor of 1.919.

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 1.57.

Policy Writing Minimum Premium      \$100.00

**SCHEDULE RATED RISKS**

Submit a provisional premium based on rates promulgated by using ISO Commercial Risk Services, Inc's published Loss Costs times a Factor of 1.57 OR if not rated by ISO, submit or call for a quotation.

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 in currency if the latter is delivered personally to the FAIR Plan office. The total premium

must accompany this request.

Immediate Coverage is not available for fully vacant or unoccupied properties or partial vacancies accessible from ground level. Those properties/titleholder involved in bankruptcy proceedings as well as any other property wherein the General Rules indicate that an inspection may be necessary prior to a decision on acceptance of coverage, are also not eligible for immediate coverage. 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. If a policy is written, Vandalism and Malicious Mischief coverage will not be provided.

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 12:01 A.M. (Eastern Standard Time), on the day following the date 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.