

SERFF Tracking Number: FORE-125866970 State: Arkansas
Filing Company: Foremost Insurance Company Grand Rapids, Michigan State Tracking Number: EFT \$125
Company Tracking Number: S-28
TOI: 01.0 Property Sub-TOI: 01.0002 Personal Property (Fire and Allied Lines)
Product Name: Dwelling and Homeowners Insurance Program
Project Name/Number: /

Filing at a Glance

Company: Foremost Insurance Company Grand Rapids, Michigan
Product Name: Dwelling and Homeowners Insurance Program SERFF Tr Num: FORE-125866970 State: Arkansas
TOI: 01.0 Property SERFF Status: Closed State Tr Num: EFT \$125
Sub-TOI: 01.0002 Personal Property (Fire and Allied Lines) Co Tr Num: S-28 State Status: Fees verified and received
Filing Type: Rate/Rule Co Status: Reviewer(s): Becky Harrington, Brittany Yielding
Author: Ruth Sieting Disposition Date: 11/07/2008
Date Submitted: 10/28/2008 Disposition Status: Filed
Effective Date Requested (New): 04/01/2009 Effective Date (New): 04/01/2009
Effective Date Requested (Renewal): 04/01/2009 Effective Date (Renewal): 04/01/2009

State Filing Description:

General Information

Project Name: Status of Filing in Domicile:
Project Number: Domicile Status Comments:
Reference Organization: Reference Number:
Reference Title: Advisory Org. Circular:
Filing Status Changed: 11/07/2008
State Status Changed: 10/29/2008 Deemer Date:
Corresponding Filing Tracking Number:
Filing Description:
Filing revised rules and rates

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Company and Contact

Filing Contact Information

Kaan Cidanli, Administrator kaan.cidanli@foremost.com
 PO Box 2450 (616) 956-3645 [Phone]
 Grand Rapids, MI 49501-2450

Filing Company Information

Foremost Insurance Company Grand Rapids, Michigan CoCode: 11185 State of Domicile: Michigan
 P.O. Box 2450 Group Code: Company Type: Property and Casualty
 Grand Rapids, MI 49501-2450 Group Name: State ID Number:
 (616) 956-3000 ext. [Phone] FEIN Number: 38-1407533

Filing Fees

Fee Required? Yes
 Fee Amount: \$125.00
 Retaliatory? No
 Fee Explanation: Rules - \$25
 Rates - \$100
 Total - \$125
 Per Company: No

COMPANY	AMOUNT	DATE PROCESSED	TRANSACTION #
Foremost Insurance Company Grand Rapids, Michigan	\$125.00	10/28/2008	23513895

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Correspondence Summary

Dispositions

Status	Created By	Created On	Date Submitted
Filed	Becky Harrington	11/07/2008	11/07/2008

Objection Letters and Response Letters

Objection Letters				Response Letters		
Status	Created By	Created On	Date Submitted	Responded By	Created On	Date Submitted
Pending Industry Response	Becky Harrington	10/29/2008	10/29/2008	Ruth Sieting	11/06/2008	11/06/2008

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Disposition

Disposition Date: 11/07/2008
 Effective Date (New): 04/01/2009
 Effective Date (Renewal): 04/01/2009
 Status: Filed
 Comment:

Company Name:	Overall % Rate Impact:	Written Premium Change for this Program:	# of Policy Holders Affected for this Program:	Premium:	Maximum % Change (where required):	Minimum % Change (where required):	Overall % Indicated Change:
Foremost Insurance Company Grand Rapids, Michigan	-1.000%	\$-26,358	3,408	\$274,303	14.400%	-25.400%	0.000%

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Item Type	Item Name	Item Status	Public Access
Supporting Document	Form RF-1 NAIC Loss Cost Data Entry Document--All P&C Lines	Filed	Yes
Supporting Document (revised)	HPCS-Homeowners Premium Comparison Survey	Filed	Yes
Supporting Document	HPCS-Homeowners Premium Comparison Survey		Yes
Supporting Document	NAIC Loss Cost Filing Document for OTHER than Workers' Comp		Yes
Supporting Document	Uniform Transmittal Document-Property & Casualty	Filed	Yes
Supporting Document	Letter & Summary of Revisions	Filed	Yes
Supporting Document	Form H-1	Filed	Yes
Supporting Document	Exhibit I	Filed	Yes
Rate	Rule & Rate Pages	Filed	Yes
Rate	Rate Page R-28	Filed	Yes

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Objection Letter

Objection Letter Status Pending Industry Response
Objection Letter Date 10/29/2008
Submitted Date 10/29/2008
Respond By Date
Dear Kaan Cidanli,

This will acknowledge receipt of the captioned filing.

Objection 1

- HPCS-Homeowners Premium Comparison Survey (Supporting Document)

Comment: Companies may not change the form in any way or include formulas. Re-submit the HPCS without formulas and formatting changes.

Objection 2

- Letter & Summary of Revisions (Supporting Document)

Comment:

All request for rate changes submitted to the Department must include supporting data as required by Arkansas Code Annotated § 23-67-209 and Rule 23, Section 7.A.2. Rate changes are not acceptable without sufficient justification.

Objection 3

- Letter & Summary of Revisions (Supporting Document)

Comment: Explain the statement under Prior Insurance that the factor will be applied if the owned property was previously insured but is not currently insured.

Objection 4

- Rule & Rate Pages (Rate)

Comment: Explain using the next higher range for rating instead of the developed when an extraordinary life event is present. In the rating scheme, does this result in lower premiums?

Objection 5

- Letter & Summary of Revisions (Supporting Document)

Comment: Provide supporting documentation for the development of the loss history factors for 4 or more losses.

Objection 6

SERFF Tracking Number: FORE-125866970 State: Arkansas
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Product Name: Dwelling and Homeowners Insurance Program
Project Name/Number: /

- Rule & Rate Pages (Rate)

Comment: Loss history must exclude weather and catastrophe losses. It is the Department's position that weather related and catastrophe losses should not be considered as chargeable claims for tier placement or surcharges. Please amend your rule accordingly.

Please feel free to contact me if you have questions.

In accordance with Regulation 23, Section 7.A., this filing may not be implemented until 20 days after the requested amendment(s) and/or information is received.

Sincerely,
Becky Harrington

Response Letter

Response Letter Status	Submitted to State
Response Letter Date	11/06/2008
Submitted Date	11/06/2008

Dear Becky Harrington,

Comments:

Response 1

- Comments: 1) A revised HPCS form is attached. None of the survey form sections apply and have been left blank.
- 2) Exhibit I is attached to provide supporting justification for our proposed rate level adjustment.
- 3) The purpose of the Prior Insurance premium modifier is to surcharge for a lapse in coverage of the owned property. This premium modifiers will not apply to new purchases.
- 4) Yes, a lower premium will result if a qualified extraordinary life event occurs.
- 5) We currently do not take insureds with more than 3 losses, and therefore, do not have the loss experience to support the proposed schedule of surcharges. However, we did look at the following schedule of factors from ISO as a basis for developing our own factors:

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Project Name/Number: /
Number of Eligible Losses Factor

- 0 1.000
- 1 1.200
- 2 1.300
- 3 1.400
- 4 or more 1.500

6) Rate Page R-28 is amended to add the following foot note to the Loss History premium modifier:

† Paid losses do not include weather related and catastrophe losses.

Please withdraw – Rate Page R-28 – Revised Printing 10/08

Please insert – Rate Page R-28 – Revised Printing 11/08

Please let me know if I may be of further assistance.

Kaan Cidanli
State Filings Administrator

Related Objection 1

Applies To:
- Letter & Summary of Revisions (Supporting Document)
Comment:

All request for rate changes submitted to the Department must include supporting data as required by Arkansas Code Annotated § 23-67-209 and Rule 23, Section 7.A.2. Rate changes are not acceptable without sufficient justification.

Related Objection 2

Applies To:
- HPCS-Homeowners Premium Comparison Survey (Supporting Document)
Comment:

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Product Name: Dwelling and Homeowners Insurance Program
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Companies may not change the form in any way or include formulas. Re-submit the HPCS without formulas and formatting changes.

Related Objection 3

Applies To:

- Letter & Summary of Revisions (Supporting Document)

Comment:

Explain the statement under Prior Insurance that the factor will be applied if the owned property was previously insured but is not currently insured.

Related Objection 4

Applies To:

- Rule & Rate Pages (Rate)

Comment:

Explain using the next higher range for rating instead of the developed when an extraordinary life event is present. In the rating scheme, does this result in lower premiums?

Related Objection 5

Applies To:

- Letter & Summary of Revisions (Supporting Document)

Comment:

Provide supporting documentation for the development of the loss history factors for 4 or more losses.

Related Objection 6

Applies To:

- Rule & Rate Pages (Rate)

Comment:

Loss history must exclude weather and catastrophe losses. It is the Department's position that weather related and catastrophe losses should not be considered as chargeable claims for tier placement or surcharges. Please amend your rule accordingly.

Changed Items:

Supporting Document Schedule Item Changes

Satisfied -Name: HPCS-Homeowners Premium Comparison Survey

Comment:

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Product Name: Dwelling and Homeowners Insurance Program
Project Name/Number: /
Satisfied -Name: Exhibit I
Comment:

No Form Schedule items changed.

Rate/Rule Schedule Item Changes

Exhibit Name	Rule # or Page #	Rate Action	Previous State Filing #
Rate Page R-28	Rate Page R-28	Replacement	

Sincerely,
Ruth Sieting

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Rate Information

Rate data applies to filing.

Filing Method: Prior Approval
Rate Change Type: Decrease
Overall Percentage of Last Rate Revision: -3.700%
Effective Date of Last Rate Revision: 08/01/2008
Filing Method of Last Filing: File & Use

Company Rate Information

Company Name:	Overall % Indicated Change:	Overall % Rate Impact:	Written Premium Change for this Program:	# of Policy Holders Affected for this Program:	Premium:	Maximum % Change (where required):	Minimum % Change (where required):
Foremost Insurance Company Grand Rapids, Michigan	0.000%	-1.000%	\$-26,358	3,408	\$274,303	14.400%	-25.400%

SERFF Tracking Number: FORE-125866970 State: Arkansas
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Rate/Rule Schedule

Review Status:	Exhibit Name:	Rule # or Page #:	Rate Action	Previous State Filing Attachments Number:
Filed	Rule & Rate Pages	Rule & Rate Pages	Replacement	Rule & Rate Pages.pdf
Filed	Rate Page R-28	Rate Page R-28	Replacement	Arkansas_R-28.pdf

* DWELLING AND HOMEOWNERS INSURANCE PROGRAM

RULES

1. Eligibility

Dwellings used for private residential purposes.

2. Term

Policies may be written for a maximum term of one year.

If a policy is issued for a period of less than one year it will be written pro rata of the annual premium.

3. Premium (General)

a. The premium will be rounded to the nearest whole dollar.

A premium involving \$.50 or over will be rounded to the next whole dollar.

b. Any rating discrepancy involving a premium of \$2.00 or less may be waived, except that an overcharge shall be refunded, regardless of amount, if requested by the insured.

4. Minimum Written Premium

a. No vacant/unoccupied dwelling or multi-location policy may be written for less than \$250.00.

b. No occupied dwelling policy may be written for less than \$100.00.

5. Minimum Earned Premium

a. If the insured cancels, the minimum earned premium for:

1) Vacant/unoccupied dwellings or multi-location policies will not be less than \$250.00.

2) Occupied dwelling policies will not be less than \$100.00.

b. If the Company cancels, this rule does not apply.

* DWELLING AND HOMEOWNERS INSURANCE PROGRAM

RULES (continued)

6. Changes

- a. All changes requiring adjustments of premium shall be computed pro rata.
- b. If a dwelling or a form of coverage that was cancelled from a policy at the request of the insured is reinstated within 30 days, the premium will be the same as the amount that was returned at the time of cancellation.
- c. Changes - The premium will be based on the rules and rates in effect at the inception of the policy.

7. Cancellation

Cancellation by any party at interest will be computed pro rata regardless of policy term.

8. Computation of Pro Rata Factor

- a. To determine the unearned pro rata factor:
 - (1) Determine number of days left in the policy period.
 - (2) Determine number of days in policy period.
 - (3) Divide (1) by (2) which results in the unearned pro rata factor (round to three decimal places).
- b. To determine earned factor:

Subtract the unearned factor from 1.000.

NOTE: One year = 365 days.

* 9. Reduction In Coverage When Vacant Or Unoccupied

This form must be attached to each Dwelling Fire One Policy Landlord, Dwelling Fire One Policy Owner Occupied, Dwelling Fire Three Policy Landlord, and Dwelling Fire Three Policy Owner Occupied issued.

* DWELLING AND HOMEOWNERS INSURANCE PROGRAM

RULES (continued)

*10. Restriction of Individual Policies

Animal Liability Exclusion – Premises Liability endorsement

Animal Liability Exclusion – Personal Liability endorsement

Specific Structure Exclusion endorsement

Trampoline Liability Exclusion endorsement

The following rule applies to these endorsements:

If a policy would not be issued because of unusual circumstances or exposures, the named insured may request a restriction of the policy provided no reduction in the premium is allowed.

*11. Increased Theft Limits

The insured has the option of purchasing this form. The following forms may not be used in conjunction with this form.

Form 35047 10/99 – Business Samples Coverage

Form 35059 10/99 – Expanded Coverage on Jewelry, Watches, and Furs

ARKANSAS

* DWELLING AND HOMEOWNERS INSURANCE PROGRAM

RULES (continued)

Exception Page

4. Minimum Written Premium

No policy may be written for less than \$150.00.

5. Minimum Earned Premium

The minimum earned premium will not be less than \$150.00 if the insured cancels. If the company cancels, this rule does not apply.

*

ARKANSAS

* DWELLING AND HOMEOWNERS INSURANCE PROGRAM

ANNUAL RATES/PREMIUMS

DEFINITIONS

BRICK

Exterior walls constructed of masonry materials such as adobe, brick, concrete, gypsum block, hollow concrete block, stone, tile or similar materials and floors and roof of combustible construction (disregarding floors resting directly on the ground).

CREDIT BASED INSURANCE RISK ASSESSMENT SCORE (ALSO REFERRED TO AS FINANCIAL RESPONSIBILITY) *

The score is calculated using a Fair Isaac Corporation model, and will be applied as follows:

New Business:

The score for the first named insured listed on the Declarations Page will be calculated prior to issuing the policy. If a first named insured suffers one or more extraordinary life events, then determine the first named insured's Credit-Based Insurance Risk Assessment Score and its placement in the score range. Use the next higher range for rating.

Renewal Business:

The score for the first named insured listed on the Declarations Page will be calculated not more than 90 days before the renewal date. If a first named insured suffers one or more extraordinary life events, then determine the first named insured's Credit-Based Insurance Risk Assessment Score and its placement in the score range for both the renewal policy and the preceding policy. If the preceding policy's range was lower, then apply the renewal policy's range for rating. If the preceding policy's range was the same or higher, Use the preceding policy's range for renewal rating.

The premium modifier will not apply if the social security number cannot be obtained or no credit history exists. The premium modifier will only apply to primary residence and seasonal/secondary residence for owner occupied homes.

ARKANSAS

* DWELLING AND HOMEOWNERS INSURANCE PROGRAM

ANNUAL RATES/PREMIUMS
(continued)

DEFINITIONS (continued)

EXTRAORDINARY LIFE EVENT *

An extraordinary life event includes any of the following kinds of events if that event has an adverse effect upon a first named insured's credit-based insurance risk assessment score:

- Catastrophic illness or injury
- Death of a spouse, child or parent
- Temporary loss of employment
- Divorce
- Identity fraud, including theft of identity
- Any similar life event

An event will not qualify as an extraordinary life event for rating purposes unless:

1. The event precedes the date that we obtain the score; and
2. Reasonable written and independently verifiable documentation is provided by the first named insured;
and
3. This documentation provides evidence that the event adversely influenced the score.

FIRE RESISTIVE

Exterior walls and floors and roof constructed of masonry or other fire resistive materials.

FRAME

Exterior walls of wood or other combustible construction, including wood iron-clad, stucco on wood, or plaster on combustible supports, aluminum or plastic (vinyl) siding over frame.

ARKANSAS

* DWELLING AND HOMEOWNERS INSURANCE PROGRAM

ANNUAL RATES/PREMIUMS
(continued)

DEFINITIONS (continued)

LOSS HISTORY *

Loss history is obtained from the application, from the agent, Comprehensive Loss Underwriting Exchange (CLUE) and Foremost Insurance Company Grand Rapids, Michigan.

Loss history on non-owner occupied properties includes any paid losses that the insured incurred at the property we are insuring.

Loss history on owner-occupied properties, includes any paid losses that the insured has incurred at any residence the insured has occupied whether it be as a primary residence or secondary/seasonal residence. This would also include any insured occupied apartments or condominiums. Loss history will be applied as follows:

Married – Obtain the loss history on both spouses listed on the Declarations Page

Unmarried – Obtain the loss history for the first named insured listed on the Declarations Page

The experience period will be the five years immediately preceding the date of application or the preparation of the renewal.

MASONRY VENEER

Exterior walls of combustible construction veneered with brick or stone.

PUBLIC PROTECTION CLASSIFICATION

The public protection class listings filed on our behalf by Insurance Services Office will apply to this program.

ROW HOUSE/TOWNHOUSE *

Any structure comprised of more than two residences joined by at least one common wall.

SEASONAL/SECONDARY RESIDENCE

A dwelling which is occupied on an irregular and non-continuous basis or on a continuous basis, but less than five consecutive months.

ARKANSAS

* DWELLING AND HOMEOWNERS INSURANCE PROGRAM

ANNUAL RATES/PREMIUMS
(continued)

DEFINITIONS (continued)

VACATION RENTAL (SEASONAL RENTAL) *

Dwellings which are non-owner occupied and rented to others for temporary habitational or vacation purposes not to exceed five consecutive months by one tenant.

ARKANSAS

* DWELLING AND HOMEOWNERS INSURANCE PROGRAM

ANNUAL RATES/PREMIUMS
(continued)

DEFINITIONS (continued)

TERRITORIES

Territory A consists of the following counties:

Arkansas	Garland	Lonoke	Saline
Bradley	Grant	Miller	Scott
Calhoun	Hempstead	Monroe	Sebastian
Clark	Hot Spring	Montgomery	Sevier
Cleveland	Howard	Nevada	Union
Columbia	Jefferson	Ouachita	White
Crawford	Lafayette	Pike	
Dallas	Lincoln	Polk	
Drew	Little River	Prairie	

Territory B consists of the following counties:

Ashley	Cross	Lee	St. Francis
Chicot	Desha	Mississippi	Woodruff
Clay	Greene	Phillips	
Craighead	Jackson	Poinsett	
Crittenden	Lawrence	Randolph	

Territory C consists of the following counties:

Pulaski

Territory D consists of the following counties:

Baxter	Faulkner	Logan	Searcy
Benton	Franklin	Madison	Sharp
Boone	Fulton	Marion	Stone
Carroll	Independence	Newton	Van Buren
Cleburne	Izard	Perry	Washington
Conway	Johnson	Pope	Yell

ARKANSAS

* DWELLING AND HOMEOWNERS INSURANCE PROGRAM

ANNUAL RATES/PREMIUMS
(continued)

- *
DWELLING FIRE ONE POLICY OWNER OCCUPIED
DWELLING FIRE ONE POLICY LANDLORD
DWELLING FIRE THREE POLICY OWNER OCCUPIED
DWELLING FIRE THREE POLICY LANDLORD
DWELLING FIRE ONE POLICY VACANT OR UNOCCUPIED

* PREMIUM DETERMINATION

A. For owner or nonowner occupied.

1. Coverage A - Dwelling

- a. Determine territory, if applicable, public protection class and amount of insurance.
- b. Select the base premium for Coverage A shown on the rate pages.
- c. Multiply b. by deductible factor and round to the nearest whole dollar.
- d. Multiply c. by each applicable premium modification factor and round to nearest whole dollar.
- e. Add c. to all premium modification dollars in d.

2. Coverage C - Personal Property

- a. Determine territory, if applicable, public protection class, amount of insurance and rate per \$100 of insurance.
- b. Multiply rate per \$100 times the following amount $[(\text{Amount of Insurance} - \$100) \div 100]$, add the first \$100 premium as shown in the rate pages and round to the nearest whole dollar.
- c. Multiply b. by deductible factor and round to the nearest whole dollar.
- d. Multiply c. by each applicable premium modification factor and round to nearest whole dollar.
- e. Add c. to all premium modification dollars in d.

ARKANSAS

* DWELLING AND HOMEOWNERS INSURANCE PROGRAM

ANNUAL RATES/PREMIUMS
(continued)

- *
DWELLING FIRE ONE POLICY OWNER OCCUPIED
DWELLING FIRE ONE POLICY LANDLORD
DWELLING FIRE THREE POLICY OWNER OCCUPIED
DWELLING FIRE THREE POLICY LANDLORD
DWELLING FIRE ONE POLICY VACANT OR UNOCCUPIED

* PREMIUM DETERMINATION (continued)

3. Coverage B - Other Structures
 - a. Determine territory, if applicable, public protection class, amount of insurance and rate per \$100 of insurance.
 - b. Multiply rate per \$100 by the amount of insurance and round to the nearest whole dollar.
 - c. Multiply b. by deductible factor and round to the nearest whole dollar.

4. Coverages A, B and C – Peril of Vandalism or Malicious Mischief (apply only to Dwelling Fire One Policy Landlord and Dwelling Fire One Policy Owner Occupied)
 - a. Determine amount of insurance and rate per \$100 of insurance.
 - b. Multiply the rate per \$100 by the amount of insurance and round to the nearest whole dollar.
 - c. Multiply b. by deductible factor and round to the nearest whole dollar.

5. Coverage D - Loss of Rents
 - a. Determine territory, if applicable, amount of insurance and rate per \$100 of insurance.
 - b. Multiply rate per \$100 by the amount of insurance and round to the nearest whole dollar.

ARKANSAS

* DWELLING AND HOMEOWNERS INSURANCE PROGRAM

ANNUAL RATES/PREMIUMS
(continued)

- *
DWELLING FIRE ONE POLICY OWNER OCCUPIED
DWELLING FIRE ONE POLICY LANDLORD
DWELLING FIRE THREE POLICY OWNER OCCUPIED
DWELLING FIRE THREE POLICY LANDLORD
DWELLING FIRE ONE POLICY VACANT OR UNOCCUPIED

* PREMIUM DETERMINATION (continued)

6. Coverage E - Additional Living Expenses
 - a. Determine territory, if applicable, amount of insurance and rate per \$100 of insurance.
 - b. Multiply rate per \$100 by the amount of insurance and round to the nearest whole dollar.
7. Coverage F – Premises Liability Coverage and Coverage G – Medical Payments to Others Coverage
Select the premium for the limit desired.
8. Determine premium for any premium endorsements, if applicable. Round any calculation to nearest whole dollar.
9. Add the premium determined in steps 1 thru 8 and the Wood Burner premium, if applicable.
10. Total premium is premium in step 9.

B. For Dwelling Fire One Policy Vacant or Unoccupied

1. Coverage A - Dwelling
 - a. Determine territory, if applicable, public protection class, amount of insurance and rate per \$100 of insurance.
 - b. Multiply the rate per \$100 times the following amount $[(\text{Amount of Insurance} - \$5,000) \div 100]$, add the first \$5,000 as shown in the rate pages and round to the nearest whole dollar.
 - c. Multiply b. by deductible factor and round to the nearest whole dollar.

ARKANSAS

* DWELLING AND HOMEOWNERS INSURANCE PROGRAM

ANNUAL RATES/PREMIUMS
(continued)

- * DWELLING FIRE ONE POLICY OWNER OCCUPIED
DWELLING FIRE ONE POLICY LANDLORD
DWELLING FIRE THREE POLICY OWNER OCCUPIED
DWELLING FIRE THREE POLICY LANDLORD
DWELLING FIRE ONE POLICY VACANT OR UNOCCUPIED

* PREMIUM DETERMINATION (continued)

2. Coverage B - Other Structures
 - a. Determine territory, if applicable, public protection class, amount of insurance and rate per \$100 of insurance.
 - b. Multiply rate per \$100 by the amount of insurance and round to the nearest whole dollar.
 - c. Multiply b. by deductible factor and round to nearest whole dollar.
3. Coverage C - Personal Property
 - a. Determine territory, if applicable, public protection class, amount of insurance and rate per \$100 of insurance.
 - b. Multiply rate per \$100 times the following amount $[(\text{Amount of Insurance} - \$100) \div 100]$, add the first \$100 premium as shown in the rate pages and round to the nearest whole dollar.
 - c. Multiply b. by deductible factor and round to the nearest whole dollar.
4. Coverages A, B and C – Peril of Vandalism or Malicious Mischief
 - a. Determine territory, if applicable, amount of insurance and rate per \$100 of insurance.
 - b. Multiply the rate per \$100 by the amount of insurance and round to the nearest whole dollar.
 - c. Multiply b. by deductible factor and round to the nearest whole dollar.

ARKANSAS

* DWELLING AND HOMEOWNERS INSURANCE PROGRAM

ANNUAL RATES/PREMIUMS
(continued)

- *
DWELLING FIRE ONE POLICY OWNER OCCUPIED
DWELLING FIRE ONE POLICY LANDLORD
DWELLING FIRE THREE POLICY OWNER OCCUPIED
DWELLING FIRE THREE POLICY LANDLORD
DWELLING FIRE ONE POLICY VACANT OR UNOCCUPIED

* PREMIUM DETERMINATION (continued)

5. Coverage F – Premises Liability Coverage and Coverage G – Medical Payments to Others Coverage
Select the limit for the premium desired.
6. Determine premium for any applicable endorsements. Round any calculation to the nearest whole dollar.
7. Add the premium determined in steps 1 thru 6.
8. Total premium is premium in step 7.

ARKANSAS

* DWELLING AND HOMEOWNERS INSURANCE PROGRAM

ANNUAL RATES/PREMIUMS
(continued)

HOMEOWNERS POLICY

BASE PREMIUMS

Base Premium includes:

MINIMUM AMOUNTS OF INSURANCE/LIMITS OF LIABILITY AND COVERAGE RELATIONSHIPS

Primary Residence

<u>Coverages</u>	<u>Amount of Insurance/Limit of Liability</u>
Coverage A - Dwelling	Amount of Insurance
Coverage B - Other Structures	10% of the minimum amount of the Amount of Insurance Range for Coverage A - Dwelling
Coverage C - Personal Property	25% of the minimum amount of the Amount of Insurance Range for Coverage A - Dwelling
Coverage D - Additional Living Expense	10% of the minimum amount of the Amount of Insurance Range for Coverage A - Dwelling
Coverage E - Personal Liability	\$25,000 Limit of Liability
Coverage F - Medical Payments To Others	\$500 Limit of Liability
Damage To Property Of Others	\$500 Limit of Liability

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ARKANSAS

* DWELLING AND HOMEOWNERS INSURANCE PROGRAM

ANNUAL RATES/PREMIUMS
(continued)

HOMEOWNERS POLICY

PREMIUM DETERMINATION

1. Determine Rating Territory, Public Protection Class and Amount of Insurance for the dwelling.
2. Determine Base Premium from the appropriate rate page for the selected Amount of Insurance. For Amounts of Insurance not shown, interpolate and round to the nearest dollar.
3. Calculate the premium for any additional amounts of Other Structures, Personal Property or Additional Living Expense and round each to the nearest dollar. Add any premium from step 3. to step 2. above.
4. If a deductible other than \$250 is desired, apply appropriate factor to result in step 3. above and round to the nearest whole dollar. If the credit exceeds the maximum dollar amount, apply the maximum dollar amount.
5. Multiply premium from step 4. above by each applicable premium modification factor individually and round to nearest whole dollar for each operation.
- * 6. Add all premium modification dollars to result in step 4. above.
7. Add premium for any optional endorsements, any increased liability limits and wood burner premium, if applicable.
8. Total premium is premium from steps 6. and 7.

ARKANSAS

* DWELLING AND HOMEOWNERS INSURANCE PROGRAM

ANNUAL RATES/PREMIUMS
 (continued)

INTERPOLATION

The premiums for Amounts of Insurance above the minimum not shown in the Base Premiums section of the manual may be approximated by interpolation. (Note: The actual premium may vary due to rounding from the interpolated premium. This is due to the Amounts of Insurance shown in the manual already being dollar rounded.)

Example: A premium is desired for a policy amount of \$50,600. Premiums are shown for \$50,000 and \$51,000.

1. Policy Amounts	Premiums
\$51,000	\$430
<u>50,000</u>	<u>415</u>
\$ 1,000 (difference in amounts)	\$ 15 (difference in premium)
2. <u>\$ 600 (additional amount)</u>	X \$15 (difference in premium) = \$9.00
\$1,000 (difference in amount)	
3. \$415.00 (premium for \$50,000)	
<u>9.00 (premium for \$600)</u>	
\$424.00 (base premium for \$50,600)	

ARKANSAS

* DWELLING AND HOMEOWNERS INSURANCE PROGRAM

ANNUAL RATES/PREMIUMS
 (continued)

* DWELLING FIRE ONE POLICY OWNER OCCUPIED
 DWELLING FIRE ONE POLICY LANDLORD

* COVERAGE A - DWELLING
 (Except Peril of Vandalism or Malicious Mischief)
 Base Rates

Amount of Insurance	Territory A				
	<u>1 - 6</u>	<u>7</u>	<u>8</u>	<u>8B-9</u>	<u>10</u>
\$ 1 - \$7,999	\$206.11	\$235.70	\$293.23	\$452.67	\$534.85
For each additional \$1,000 or any part thereof between:					
\$8,000 and \$25,999 add:	10.02	11.48	14.32	22.20	26.26
\$26,000 and \$100,999 add:	9.70	11.10	13.83	21.40	25.30
Over \$100,999 add:	8.33	9.73	12.46	20.03	23.93

Amount of Insurance	Territory B				
	<u>1 - 6</u>	<u>7</u>	<u>8</u>	<u>8B-9</u>	<u>10</u>
\$ 1 - \$7,999	\$309.17	\$353.55	\$439.85	\$679.01	\$802.29
For each additional \$1,000 or any part thereof between:					
\$8,000 and \$25,999 add:	15.03	17.22	21.49	33.30	39.39
\$26,000 and \$100,999 add:	14.55	16.66	20.75	32.10	37.95
Over \$100,999 add:	12.50	14.61	18.70	30.05	35.90

Foremost® Insurance Company
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ARKANSAS

* DWELLING AND HOMEOWNERS INSURANCE PROGRAM

ANNUAL RATES/PREMIUMS
 (continued)

* DWELLING FIRE ONE POLICY OWNER OCCUPIED
 DWELLING FIRE ONE POLICY LANDLORD

* COVERAGE A - DWELLING
 (Except Peril of Vandalism or Malicious Mischief)
 Base Rates

<u>Amount of Insurance</u>	Territory C				
	<u>1 - 6</u>	<u>7</u>	<u>8</u>	<u>8B-9</u>	<u>10</u>
\$ 1 - \$7,999	\$247.39	\$282.90	\$351.96	\$543.34	\$641.99
For each additional \$1,000 or any part thereof between:					
\$8,000 and \$25,999 add:	12.02	13.77	17.18	26.63	31.50
\$26,000 and \$100,999 add:	11.64	13.32	16.60	25.68	30.36
Over \$100,999 add:	10.00	11.68	14.96	24.04	28.72

<u>Amount of Insurance</u>	Territory D				
	<u>1 - 6</u>	<u>7</u>	<u>8</u>	<u>8B-9</u>	<u>10</u>
\$ 1 - \$7,999	\$185.48	\$212.10	\$263.87	\$407.35	\$481.30
For each additional \$1,000 or any part thereof between:					
\$8,000 and \$25,999 add:	9.02	10.34	12.89	19.99	23.64
\$26,000 and \$100,999 add:	8.73	9.99	12.45	19.26	22.77
Over \$100,999 add:	7.50	8.76	11.22	18.03	21.54

ARKANSAS

* DWELLING AND HOMEOWNERS INSURANCE PROGRAM

ANNUAL RATES/PREMIUMS
 (continued)

* DWELLING FIRE THREE POLICY OWNER OCCUPIED
 DWELLING FIRE THREE POLICY LANDLORD

* COVERAGE A - DWELLING

Base Rates

Amount of Insurance	Territory A				
	Public Protection Class				
	<u>1 - 6</u>	<u>7</u>	<u>8</u>	<u>8B-9</u>	<u>10</u>
\$ 1 - \$20,999	\$380.58	\$429.17	\$523.64	\$785.48	\$920.44
For each additional \$1,000 or any part thereof between:					
\$21,000 and \$25,999 add:	11.28	12.74	15.58	23.46	27.52
\$26,000 and \$100,999 add:	10.96	12.36	15.09	22.66	26.56
Over \$100,999 add:	8.69	10.09	12.82	20.39	24.29

Amount of Insurance	Territory B				
	Public Protection Class				
	<u>1 - 6</u>	<u>7</u>	<u>8</u>	<u>8B-9</u>	<u>10</u>
\$ 1 - \$20,999	\$570.88	\$643.76	\$785.48	\$1,178.23	\$1,380.68
For each additional \$1,000 or any part thereof between:					
\$21,000 and \$25,999 add:	16.92	19.11	23.38	35.19	41.28
\$26,000 and \$100,999 add:	16.44	18.55	22.64	33.99	39.84
Over \$100,999 add:	13.04	15.15	19.24	30.59	36.44

ARKANSAS

* DWELLING AND HOMEOWNERS INSURANCE PROGRAM

ANNUAL RATES/PREMIUMS
 (continued)

* DWELLING FIRE THREE POLICY OWNER OCCUPIED
 DWELLING FIRE THREE POLICY LANDLORD

* COVERAGE A - DWELLING

Base Rates

Amount of Insurance	Territory C				
	Public Protection Class				
	<u>1 - 6</u>	<u>7</u>	<u>8</u>	<u>8B-9</u>	<u>10</u>
\$ 1 - \$20,999	\$456.70	\$515.01	\$628.38	\$942.58	\$1,104.54
For each additional \$1,000 or any part thereof between:					
\$21,000 and \$25,999 add:	13.53	15.28	18.69	28.14	33.01
\$26,000 and \$100,999 add:	13.15	14.83	18.11	27.19	31.87
Over \$100,999 add:	10.43	12.11	15.39	24.47	29.15

Amount of Insurance	Territory D				
	Public Protection Class				
	<u>1 - 6</u>	<u>7</u>	<u>8</u>	<u>8B-9</u>	<u>10</u>
\$ 1 - \$20,999	\$342.53	\$386.26	\$471.29	\$706.94	\$828.41
For each additional \$1,000 or any part thereof between:					
\$21,000 and \$25,999 add:	10.15	11.47	14.02	21.12	24.77
\$26,000 and \$100,999 add:	9.86	11.12	13.58	20.39	23.90
Over \$100,999 add:	7.82	9.08	11.54	18.35	21.86

Foremost® Insurance Company
Grand Rapids, Michigan

ARKANSAS

* DWELLING AND HOMEOWNERS INSURANCE PROGRAM

ANNUAL RATES/PREMIUMS
 (continued)

* DWELLING FIRE ONE POLICY VACANT OR UNOCCUPIED

* COVERAGE A - DWELLING

(Except Peril of Vandalism or Malicious Mischief)

Territories A – B – C – D

Amount of <u>Insurance</u>	Public Protection Class				
	<u>1 - 6</u>	<u>7</u>	<u>8</u>	<u>8B-9</u>	<u>10</u>
\$5,000	\$117.50	\$137.03	\$175.01	\$280.25	\$334.50
For each additional \$100 add :	.95	1.09	1.36	2.11	2.49

ARKANSAS

* DWELLING AND HOMEOWNERS INSURANCE PROGRAM

ANNUAL RATES/PREMIUMS
 (continued)

* DWELLING FIRE ONE POLICY OWNER OCCUPIED
 DWELLING FIRE ONE POLICY LANDLORD
 DWELLING FIRE ONE POLICY VACANT OR UNOCCUPIED
 DWELLING FIRE THREE POLICY OWNER OCCUPIED
 DWELLING FIRE THREE POLICY LANDLORD

* COVERAGE B - OTHER STRUCTURES
 (Except Peril of Vandalism or Malicious Mischief)

Base Rates

Rate Per \$100 of Insurance

Territory A Public Protection Class				
<u>1 - 6</u>	<u>7</u>	<u>8</u>	<u>8B-9</u>	<u>10</u>
\$1.35	\$1.59	\$2.07	\$3.38	\$4.05
Territory B Public Protection Class				
<u>1 - 6</u>	<u>7</u>	<u>8</u>	<u>8B-9</u>	<u>10</u>
\$2.03	\$2.40	\$3.11	\$5.08	\$6.09
Territory C Public Protection Class				
<u>1 - 6</u>	<u>7</u>	<u>8</u>	<u>8B-9</u>	<u>10</u>
\$1.62	\$1.91	\$2.48	\$4.05	\$4.86
Territory D Public Protection Class				
<u>1 - 6</u>	<u>7</u>	<u>8</u>	<u>8B-9</u>	<u>10</u>
\$1.22	\$1.44	\$1.87	\$3.05	\$3.66

ARKANSAS

* DWELLING AND HOMEOWNERS INSURANCE PROGRAM

ANNUAL RATES/PREMIUMS
 (continued)

* DWELLING FIRE ONE POLICY OWNER OCCUPIED
 DWELLING FIRE ONE POLICY LANDLORD
 DWELLING FIRE ONE POLICY VACANT OR UNOCCUPIED

* COVERAGE C - PERSONAL PROPERTY
 (Except Peril of Vandalism or Malicious Mischief)

Base Rates

Amount of Insurance	Territory A Public Protection Class				
	<u>1 - 6</u>	<u>7</u>	<u>8</u>	<u>8B-9</u>	<u>10</u>
First \$100	\$14.34	\$16.87	\$21.08	\$35.45	\$42.48
Each additional \$100	.84	.94	1.14	1.70	1.98

Amount of Insurance	Territory B Public Protection Class				
	<u>1 - 6</u>	<u>7</u>	<u>8</u>	<u>8B-9</u>	<u>10</u>
First \$100	\$21.52	\$25.31	\$32.70	\$53.17	\$63.73
Each additional \$100	1.27	1.42	1.72	2.55	2.98

Amount of Insurance	Territory C Public Protection Class				
	<u>1 - 6</u>	<u>7</u>	<u>8</u>	<u>8B-9</u>	<u>10</u>
First \$100	\$17.20	\$20.24	\$26.15	\$42.53	\$50.97
Each additional \$100	1.00	1.13	1.37	2.03	2.37

Amount of Insurance	Territory D Public Protection Class				
	<u>1 - 6</u>	<u>7</u>	<u>8</u>	<u>8B-9</u>	<u>10</u>
First \$100	\$12.90	\$15.18	\$19.61	\$31.90	\$38.23
Each additional \$100	.75	.85	1.02	1.52	1.78

Foremost® Insurance Company
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ARKANSAS

* DWELLING AND HOMEOWNERS INSURANCE PROGRAM

ANNUAL RATES/PREMIUMS
 (continued)

* DWELLING FIRE THREE POLICY OWNER OCCUPIED
 DWELLING FIRE THREE POLICY LANDLORD

* COVERAGE C - PERSONAL PROPERTY

Base Rates

Amount of <u>Insurance</u>	Territory A Public Protection Class				
	<u>1 - 6</u>	<u>7</u>	<u>8</u>	<u>8B-9</u>	<u>10</u>
First \$100	\$14.52	\$17.05	\$21.98	\$35.63	\$42.66
Each additional \$100	1.02	1.12	1.32	1.88	2.16

Amount of <u>Insurance</u>	Territory B Public Protection Class				
	<u>1 - 6</u>	<u>7</u>	<u>8</u>	<u>8B-9</u>	<u>10</u>
First \$100	\$21.78	\$25.58	\$32.97	\$53.44	\$63.99
Each additional \$100	1.53	1.68	1.98	2.81	3.24

Amount of <u>Insurance</u>	Territory C Public Protection Class				
	<u>1 - 6</u>	<u>7</u>	<u>8</u>	<u>8B-9</u>	<u>10</u>
First \$100	\$17.42	\$20.46	\$26.37	\$42.75	\$51.19
Each additional \$100	1.22	1.35	1.59	2.25	2.59

Amount of <u>Insurance</u>	Territory D Public Protection Class				
	<u>1 - 6</u>	<u>7</u>	<u>8</u>	<u>8B-9</u>	<u>10</u>
First \$100	\$13.07	\$15.35	\$19.78	\$32.06	\$38.39
Each additional \$100	.92	1.01	1.19	1.69	1.94

Foremost® Insurance Company
Grand Rapids, Michigan

ARKANSAS

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DWELLING AND HOMEOWNERS INSURANCE PROGRAM

ANNUAL RATES/PREMIUMS
 (continued)

HOMEOWNERS POLICY

*

Base Premiums

Territory A

Amount of Insurance	Public Protection Class					Amount of Insurance	Public Protection Class				
	1 – 6	7	8	8B – 9	10		1 – 6	7	8	8B – 9	10
\$ 20,000	\$ 444	\$ 511	\$ 600	\$ 888	\$1044	\$ 62,000	\$1068	\$1229	\$1442	\$2136	\$2510
21,000	460	529	621	920	1082	63,000	1084	1247	1464	2168	2548
22,000	473	545	639	947	1113	64,000	1097	1263	1482	2195	2579
23,000	490	563	661	979	1151	65,000	1113	1281	1504	2227	2617
24,000	505	581	682	1009	1186	66,000	1127	1296	1522	2253	2648
25,000	521	599	703	1041	1224	67,000	1142	1314	1542	2284	2684
26,000	533	613	720	1066	1253	68,000	1157	1331	1563	2314	2720
27,000	549	632	742	1098	1291	69,000	1173	1350	1584	2346	2757
28,000	564	649	762	1129	1326	70,000	1187	1366	1603	2375	2791
29,000	580	668	784	1161	1364	71,000	1203	1384	1625	2407	2828
30,000	594	683	802	1187	1395	72,000	1216	1399	1642	2431	2858
31,000	610	701	823	1219	1433	73,000	1232	1417	1664	2464	2895
32,000	623	717	841	1246	1464	74,000	1246	1434	1683	2492	2929
33,000	639	735	863	1278	1502	75,000	1261	1451	1703	2522	2964
34,000	652	751	881	1305	1533	76,000	1275	1467	1722	2551	2998
35,000	668	769	903	1337	1571	77,000	1291	1486	1744	2583	3035
36,000	683	785	922	1365	1605	78,000	1306	1502	1763	2611	3069
37,000	699	804	944	1397	1642	79,000	1321	1520	1784	2642	3105
38,000	712	819	962	1424	1674	80,000	1335	1536	1803	2670	3138
39,000	728	838	983	1456	1711	81,000	1351	1554	1825	2702	3176
40,000	742	854	1002	1485	1745	82,000	1364	1570	1843	2729	3207
41,000	758	872	1024	1517	1782	83,000	1380	1587	1863	2759	3243
42,000	772	888	1042	1543	1814	84,000	1394	1604	1882	2787	3276
43,000	787	905	1063	1574	1849	85,000	1410	1622	1904	2820	3314
44,000	801	922	1082	1602	1883	86,000	1423	1637	1922	2846	3345
45,000	816	939	1102	1632	1918	87,000	1439	1656	1944	2878	3383
46,000	830	955	1121	1661	1952	88,000	1454	1673	1964	2909	3418
47,000	846	974	1143	1693	1989	89,000	1469	1691	1985	2939	3454
48,000	862	991	1164	1723	2025	90,000	1483	1706	2003	2965	3485
49,000	876	1008	1183	1752	2059	91,000	1499	1724	2024	2998	3523
50,000	890	1024	1202	1780	2092	92,000	1513	1741	2043	3026	3556
51,000	906	1042	1224	1812	2130	93,000	1529	1759	2065	3058	3594
52,000	919	1058	1242	1839	2161	94,000	1542	1775	2083	3085	3625
53,000	935	1076	1263	1871	2199	95,000	1558	1792	2104	3115	3661
54,000	950	1093	1283	1899	2232	96,000	1573	1809	2124	3145	3697
55,000	965	1110	1303	1930	2268	97,000	1588	1827	2144	3176	3732
56,000	978	1125	1321	1956	2299	98,000	1603	1844	2165	3206	3768
57,000	994	1144	1343	1988	2337	99,000	1618	1862	2185	3236	3803
58,000	1009	1161	1363	2019	2372	100,000	1633	1879	2206	3266	3839
59,000	1025	1180	1385	2051	2410	Additional					
60,000	1039	1195	1403	2077	2441	Rate Per 1000	15.13	17.41	20.43	30.26	35.56
61,000	1054	1212	1423	2108	2477						

Foremost® Insurance Company
Grand Rapids, Michigan

ARKANSAS

*

DWELLING AND HOMEOWNERS INSURANCE PROGRAM

ANNUAL RATES/PREMIUMS
 (continued)

HOMEOWNERS POLICY

*

Base Premiums

Territory B

Amount of Insurance	Public Protection Class					Amount of Insurance	Public Protection Class				
	1 – 6	7	8	8B – 9	10		1 – 6	7	8	8B – 9	10
\$ 20,000	\$ 666	\$ 766	\$ 899	\$1332	\$1565	\$ 62,000	\$1602	\$1842	\$2162	\$3204	\$3764
21,000	690	794	932	1380	1622	63,000	1626	1870	2195	3252	3821
22,000	710	817	959	1420	1669	64,000	1646	1893	2222	3292	3868
23,000	734	844	991	1469	1725	65,000	1670	1920	2254	3340	3924
24,000	757	870	1022	1514	1779	66,000	1690	1943	2281	3380	3971
25,000	781	898	1054	1562	1835	67,000	1713	1969	2312	3426	4025
26,000	800	919	1079	1599	1879	68,000	1736	1996	2343	3471	4078
27,000	824	947	1112	1647	1936	69,000	1760	2023	2375	3519	4135
28,000	846	973	1142	1693	1989	70,000	1781	2048	2404	3562	4185
29,000	870	1001	1175	1741	2045	71,000	1805	2075	2436	3610	4241
30,000	890	1024	1202	1781	2092	72,000	1824	2097	2462	3647	4285
31,000	914	1051	1234	1829	2149	73,000	1848	2124	2494	3695	4342
32,000	935	1075	1261	1869	2196	74,000	1869	2149	2523	3738	4392
33,000	959	1102	1294	1917	2252	75,000	1892	2175	2553	3783	4445
34,000	979	1125	1321	1957	2299	76,000	1913	2200	2582	3826	4495
35,000	1003	1153	1353	2005	2356	77,000	1937	2227	2615	3874	4552
36,000	1024	1177	1382	2048	2406	78,000	1958	2252	2644	3917	4602
37,000	1048	1205	1415	2096	2463	79,000	1981	2278	2674	3962	4655
38,000	1068	1228	1442	2136	2510	80,000	2003	2303	2703	4005	4706
39,000	1092	1256	1474	2184	2566	81,000	2027	2330	2735	4053	4762
40,000	1113	1280	1503	2227	2616	82,000	2047	2353	2762	4093	4809
41,000	1137	1308	1535	2275	2673	83,000	2069	2379	2793	4139	4862
42,000	1157	1331	1562	2315	2720	84,000	2091	2404	2822	4181	4913
43,000	1180	1357	1593	2360	2773	85,000	2115	2431	2854	4229	4969
44,000	1202	1382	1622	2403	2823	86,000	2135	2454	2881	4269	5016
45,000	1224	1408	1652	2448	2877	87,000	2159	2482	2914	4317	5073
46,000	1246	1432	1681	2491	2927	88,000	2181	2508	2944	4363	5126
47,000	1270	1460	1714	2539	2983	89,000	2204	2534	2975	4408	5179
48,000	1292	1486	1744	2585	3037	90,000	2224	2557	3002	4448	5226
49,000	1314	1510	1773	2627	3087	91,000	2248	2585	3035	4496	5283
50,000	1335	1535	1802	2670	3137	92,000	2270	2610	3063	4539	5333
51,000	1359	1563	1834	2718	3193	93,000	2294	2637	3096	4587	5389
52,000	1379	1586	1861	2758	3241	94,000	2314	2660	3123	4627	5436
53,000	1403	1613	1894	2806	3297	95,000	2336	2686	3154	4673	5490
54,000	1424	1638	1923	2849	3347	96,000	2359	2712	3184	4718	5543
55,000	1447	1664	1953	2894	3401	97,000	2382	2738	3215	4763	5596
56,000	1467	1687	1980	2934	3448	98,000	2404	2765	3245	4809	5650
57,000	1491	1715	2013	2982	3504	99,000	2427	2791	3276	4854	5703
58,000	1514	1741	2043	3028	3557	100,000	2450	2817	3307	4899	5756
59,000	1538	1768	2076	3076	3614	Additional					
60,000	1558	1791	2103	3116	3661	Rate Per 1000	22.69	26.09	30.63	45.39	53.33
61,000	1581	1817	2134	3161	3714						

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Grand Rapids, Michigan

ARKANSAS

*

DWELLING AND HOMEOWNERS INSURANCE PROGRAM

ANNUAL RATES/PREMIUMS
 (continued)

HOMEOWNERS POLICY

* Base Premiums

Territory C

Amount of Insurance	Public Protection Class					Amount of Insurance	Public Protection Class				
	1 – 6	7	8	8B – 9	10		1 – 6	7	8	8B – 9	10
\$ 20,000	\$ 458	\$ 526	\$ 618	\$ 915	\$1075	\$ 62,000	\$1100	\$1266	\$1486	\$2201	\$2586
21,000	474	545	640	948	1114	63,000	1117	1285	1508	2234	2625
22,000	488	561	659	976	1146	64,000	1131	1301	1526	2261	2657
23,000	504	580	681	1009	1185	65,000	1147	1320	1549	2294	2696
24,000	520	598	702	1040	1222	66,000	1161	1336	1567	2322	2728
25,000	536	617	724	1073	1261	67,000	1177	1354	1588	2353	2765
26,000	549	632	742	1099	1291	68,000	1192	1372	1609	2384	2802
27,000	566	651	764	1132	1330	69,000	1209	1390	1632	2417	2840
28,000	581	669	785	1163	1366	70,000	1223	1407	1651	2447	2875
29,000	598	688	807	1196	1405	71,000	1240	1426	1674	2480	2914
30,000	612	704	826	1223	1437	72,000	1253	1441	1691	2505	2944
31,000	628	723	848	1256	1476	73,000	1269	1460	1713	2538	2983
32,000	642	739	867	1284	1509	74,000	1284	1477	1733	2568	3017
33,000	658	757	889	1317	1547	75,000	1299	1495	1754	2599	3054
34,000	672	773	907	1344	1580	76,000	1314	1512	1774	2628	3088
35,000	689	792	930	1377	1618	77,000	1331	1531	1796	2661	3127
36,000	703	809	950	1407	1653	78,000	1345	1548	1816	2690	3161
37,000	720	828	972	1440	1692	79,000	1361	1566	1837	2722	3198
38,000	734	844	990	1467	1724	80,000	1376	1583	1857	2751	3233
39,000	750	863	1013	1500	1763	81,000	1392	1601	1879	2784	3271
40,000	765	880	1032	1530	1797	82,000	1406	1617	1898	2812	3304
41,000	781	899	1055	1563	1836	83,000	1421	1635	1919	2843	3340
42,000	795	915	1073	1590	1868	84,000	1436	1652	1939	2872	3375
43,000	811	933	1094	1621	1905	85,000	1453	1671	1961	2905	3414
44,000	825	950	1114	1651	1940	86,000	1466	1687	1980	2933	3446
45,000	841	967	1135	1682	1976	87,000	1483	1706	2002	2966	3485
46,000	856	984	1155	1711	2011	88,000	1498	1724	2023	2997	3521
47,000	872	1003	1177	1744	2049	89,000	1514	1742	2044	3028	3558
48,000	888	1021	1198	1775	2086	90,000	1528	1758	2063	3055	3590
49,000	902	1038	1218	1805	2121	91,000	1544	1777	2085	3088	3629
50,000	917	1055	1238	1834	2155	92,000	1559	1794	2105	3118	3664
51,000	934	1074	1260	1867	2194	93,000	1575	1812	2127	3151	3702
52,000	947	1090	1279	1895	2226	94,000	1589	1828	2145	3178	3735
53,000	964	1109	1301	1928	2265	95,000	1605	1846	2167	3210	3771
54,000	978	1126	1321	1957	2299	96,000	1620	1864	2188	3241	3808
55,000	994	1144	1342	1988	2336	97,000	1636	1882	2209	3272	3845
56,000	1008	1159	1361	2016	2368	98,000	1652	1900	2230	3303	3881
57,000	1024	1178	1383	2049	2407	99,000	1667	1918	2251	3334	3918
58,000	1040	1196	1404	2080	2444	100,000	1683	1936	2272	3365	3954
59,000	1056	1215	1426	2113	2483	Additional					
60,000	1070	1231	1445	2140	2515	Rate Per 1000	15.59	17.93	21.05	31.18	36.63
61,000	1086	1249	1466	2171	2552						

Foremost® Insurance Company
Grand Rapids, Michigan

ARKANSAS

*

DWELLING AND HOMEOWNERS INSURANCE PROGRAM

ANNUAL RATES/PREMIUMS
 (continued)

HOMEOWNERS POLICY

* Base Premiums

Territory D

Amount of Insurance	Public Protection Class					Amount of Insurance	Public Protection Class				
	1 – 6	7	8	8B – 9	10		1 – 6	7	8	8B – 9	10
\$ 20,000	\$ 289	\$ 332	\$ 390	\$ 578	\$ 679	\$ 62,000	\$ 695	\$ 799	\$ 938	\$1390	\$1633
21,000	299	344	404	599	704	63,000	705	811	952	1410	1658
22,000	308	354	416	616	724	64,000	714	821	964	1428	1678
23,000	318	366	430	637	749	65,000	724	833	978	1449	1703
24,000	328	378	443	657	772	66,000	733	843	990	1466	1723
25,000	339	390	457	677	796	67,000	743	854	1003	1486	1746
26,000	347	399	468	694	815	68,000	753	866	1017	1505	1769
27,000	357	411	482	714	840	69,000	763	878	1031	1526	1794
28,000	367	422	496	734	863	70,000	772	888	1043	1545	1816
29,000	378	434	510	755	887	71,000	783	900	1057	1566	1840
30,000	386	444	522	772	908	72,000	791	910	1068	1582	1859
31,000	397	456	536	793	932	73,000	801	922	1082	1603	1884
32,000	405	466	547	811	953	74,000	811	932	1095	1621	1905
33,000	416	478	561	831	977	75,000	820	944	1108	1641	1929
34,000	424	488	573	849	998	76,000	830	954	1121	1659	1950
35,000	435	500	587	870	1022	77,000	840	966	1135	1680	1975
36,000	444	511	600	888	1044	78,000	849	977	1147	1699	1997
37,000	455	523	614	909	1068	79,000	859	988	1160	1718	2020
38,000	463	533	626	926	1089	80,000	869	999	1173	1737	2042
39,000	474	545	640	947	1113	81,000	879	1011	1187	1758	2066
40,000	483	555	652	966	1135	82,000	888	1021	1199	1775	2086
41,000	493	567	666	987	1160	83,000	897	1032	1212	1795	2110
42,000	502	577	678	1004	1180	84,000	907	1043	1225	1813	2131
43,000	512	589	691	1024	1203	85,000	917	1055	1239	1834	2156
44,000	521	599	704	1042	1225	86,000	926	1065	1250	1852	2176
45,000	531	611	717	1062	1248	87,000	936	1077	1264	1872	2201
46,000	540	621	730	1080	1270	88,000	946	1088	1278	1892	2224
47,000	551	633	744	1101	1294	89,000	956	1100	1291	1912	2247
48,000	560	645	757	1121	1317	90,000	965	1110	1303	1929	2267
49,000	570	655	769	1139	1339	91,000	975	1122	1317	1950	2292
50,000	579	666	782	1158	1361	92,000	984	1132	1329	1969	2314
51,000	589	678	796	1179	1385	93,000	995	1144	1343	1989	2338
52,000	598	688	808	1196	1406	94,000	1003	1154	1355	2007	2359
53,000	609	700	822	1217	1430	95,000	1013	1166	1369	2027	2382
54,000	618	711	834	1236	1452	96,000	1023	1177	1382	2046	2405
55,000	628	722	848	1255	1475	97,000	1033	1188	1395	2066	2428
56,000	636	732	859	1273	1496	98,000	1043	1199	1408	2086	2451
57,000	647	744	873	1293	1520	99,000	1053	1211	1422	2105	2474
58,000	657	755	887	1313	1543	100,000	1062	1222	1435	2125	2497
59,000	667	767	901	1334	1568	Additional					
60,000	676	777	913	1351	1588	Rate Per 1000	9.84	11.32	13.29	19.69	23.14
61,000	686	789	926	1371	1611						

ARKANSAS

* DWELLING AND HOMEOWNERS INSURANCE PROGRAM

ANNUAL RATES/PREMIUMS
(continued)

HOMEOWNERS POLICY

* COVERAGE B - OTHER STRUCTURES

<u>Territory</u>	<u>For Each Additional \$1,000 of Insurance</u>
A	\$ 13.50
B	20.25
C	13.91
D	8.78

* COVERAGE C – PERSONAL PROPERTY

<u>Territory</u>	<u>For Each Additional \$1,000 of Insurance</u>
A	\$ 10.17
B	15.26
C	10.48
D	6.61

* COVERAGE D – ADDITIONAL LIVING EXPENSES

<u>Territory</u>	<u>For Each Additional \$1,000 of Insurance</u>
A	\$ 5.00
B	7.50
C	5.15
D	3.25

ARKANSAS

* DWELLING AND HOMEOWNERS INSURANCE PROGRAM

ANNUAL RATES/PREMIUMS
(continued)

PREMIUM MODIFICATION FACTORS

* APPLICATION OF PREMIUM MODIFICATION FACTORS

The following premium modifiers are subject to a maximum reduction of 35%.

Credit-Based Insurance Risk Assessment Score	Open Foundation
Dwellings Constructed Prior to 1930	Owner Occupied
Landlord Association	Prior Insurance
Loss History	Property Management
Masonry	Protective Device
Multiple Dwellings on Premises	Row House/Townhouse
Multiple Properties	Swimming Pool
Multi-Policy	Two, Three, or Four Family Dwelling
Named Insured 50 Years of Age or Older	Vacation Rental (Seasonal Rental)
	Wood Burner

*
DWELLING FIRE ONE POLICY OWNER OCCUPIED
DWELLING FIRE ONE POLICY LANDLORD
DWELLING FIRE THREE POLICY OWNER OCCUPIED
DWELLING FIRE THREE POLICY LANDLORD
HOMEOWNERS POLICY

DWELLINGS CONSTRUCTED PRIOR TO 1930

Apply a factor of + .25 if the dwelling or any part of the dwelling was constructed prior to 1930.

ARKANSAS

* DWELLING AND HOMEOWNERS INSURANCE PROGRAM

ANNUAL RATES/PREMIUMS
 (continued)

PREMIUM MODIFICATION FACTORS (continued)

- *
 DWELLING FIRE ONE POLICY OWNER OCCUPIED
 DWELLING FIRE ONE POLICY LANDLORD
 DWELLING FIRE THREE POLICY OWNER OCCUPIED
 DWELLING FIRE THREE POLICY LANDLORD
 HOMEOWNERS POLICY

LOSS HISTORY

Apply the appropriate factor to the premium:

<u>Paid Losses</u>	Dwelling Fire One Policy Landlord Dwelling Fire One Policy Owner Occupied Dwelling Fire Three Policy Landlord <u>Dwelling Fire Three Policy Owner Occupied</u>	<u>Homeowners</u>
None	-.01	n/a
1 - 2	n/a	n/a
3	+.25	+.25
4	+.50	+.50
5	+.75	+.75
6 or more	+1.50	+1.50

MASONRY DISCOUNT

Apply a factor of -.15 if the dwelling is constructed with at least 90% brick, masonry veneer, or fire resistive construction.

* MULTIPLE DWELLINGS ON PREMISES

- Dwelling Fire One Policy Landlord
 Dwelling Fire One Policy Owner Occupied
 Dwelling Fire Three Policy Landlord
Dwelling Fire Three Policy Owner Occupied

<u>Coverage A</u> <u>Coverage C</u>	<u>Coverage F</u>	<u>Homeowners</u>
+.10	+.25	+.10

ARKANSAS

* DWELLING AND HOMEOWNERS INSURANCE PROGRAM

ANNUAL RATES/PREMIUMS
(continued)

PREMIUM MODIFICATION FACTORS (continued)

*
DWELLING FIRE ONE POLICY OWNER OCCUPIED
DWELLING FIRE ONE POLICY LANDLORD
DWELLING FIRE THREE POLICY OWNER OCCUPIED
DWELLING FIRE THREE POLICY LANDLORD
HOMEOWNERS POLICY

* MULTI-POLICY

Apply a factor of -.05 when the named insured maintains one or more personal lines or life insurance policies with any of the following insurers. If the only other policy is a term, whole life, or variable universal life policy, it must have a face amount of \$50,000 or greater, be issued to an adult and be in-force when the policy is written.

American Federation Insurance Company
American Guarantee and Liability Insurance
American Zurich Insurance Company
Assurance Company of America
Bristol West Casualty Insurance Company
Bristol West Insurance Company
Bristol West Preferred Insurance Company
Cedar Hill Assurance Company
Civic Property and Casualty Company, Inc.
Coast National Insurance Company
Colonial American Casualty and Surety Company
Empire Fire and Marine Insurance Company
Empire Indemnity Insurance Company
Exact Property and Casualty Company, Inc.
Farmers Insurance Company, Inc.
Farmers Insurance Company of Arizona
Farmers Insurance Company of Idaho
Farmers Insurance Company of Oregon
Farmers Insurance Company of Washington
Farmers Insurance Exchange
Farmers Insurance of Columbus, Inc.
Farmers New Century Insurance Company
Farmers Texas County Mutual Insurance Company
Fidelity and Deposit Company of Maryland
Fire Insurance Exchange
Foremost County Mutual Insurance Company
Foremost Insurance Company Grand Rapids, Michigan

ARKANSAS

* DWELLING AND HOMEOWNERS INSURANCE PROGRAM

ANNUAL RATES/PREMIUMS
(continued)

PREMIUM MODIFICATION FACTORS (continued)

* DWELLING FIRE ONE POLICY OWNER OCCUPIED
DWELLING FIRE ONE POLICY LANDLORD
DWELLING FIRE THREE POLICY OWNER OCCUPIED
DWELLING FIRE THREE POLICY LANDLORD
HOMEOWNERS POLICY

* MULTI-POLICY (continued)

Foremost Lloyds of Texas
Foremost Property and Casualty Insurance Company
Foremost Signature Insurance Company
Illinois Farmers Insurance Company
Maine Bonding and Casualty Company
Maryland Casualty Company
Maryland Insurance Company
Maryland Lloyds
Mid-Century Insurance Company
Mid-Century Insurance Company of Texas
National Standard Insurance Company
Neighborhood Spirit Property and Casualty
Northern Insurance Company of New York
Security National Insurance Company
Steadfast Insurance Company
Texas Farmers Insurance Company
Truck Insurance Exchange
Universal Underwriters Insurance Company
Universal Underwriters of Texas Insurance
Valiant Insurance Company
Zurich Insurance Company
Zurich Specialty Insurance Company
Zurich American Insurance Company
Zurich American Insurance Company of Illinois
Zurich American Lloyds

ARKANSAS

* DWELLING AND HOMEOWNERS INSURANCE PROGRAM

ANNUAL RATES/PREMIUMS
(continued)

PREMIUM MODIFICATION FACTORS (continued)

*
DWELLING FIRE ONE POLICY OWNER OCCUPIED
DWELLING FIRE ONE POLICY LANDLORD
DWELLING FIRE THREE POLICY OWNER OCCUPIED
DWELLING FIRE THREE POLICY LANDLORD
HOMEOWNERS POLICY

* OPEN FOUNDATION

Apply a factor of +.15 if the dwelling is built on an open foundation, whether or not it has skirting, lattice or other decorative coverings. Crawl spaces with continuous foundations are not considered open foundations.

* PRIOR INSURANCE

Apply a factor of +.10 if the owned property was previously insured but is not currently insured. This premium modification factor does not apply to new purchases.

PROTECTIVE DEVICE

- Apply a factor of -.05 if the dwelling is protected by a fire alarm system that alerts a central station or directly notifies the fire department.
- Apply a factor of -.02 if the dwelling is protected by an electronic burglar alarm system that alerts a central station or the residents of the dwelling.

ROW HOUSE/TOWNHOUSE

Apply a factor of + .25 when the dwelling is a row house/townhouse.

ARKANSAS

* DWELLING AND HOMEOWNERS INSURANCE PROGRAM

ANNUAL RATES/PREMIUMS
 (continued)

PREMIUM MODIFICATION FACTORS (continued)

* DWELLING FIRE ONE POLICY OWNER OCCUPIED
 DWELLING FIRE ONE POLICY LANDLORD
 DWELLING FIRE THREE POLICY OWNER OCCUPIED
 DWELLING FIRE THREE POLICY LANDLORD
 HOMEOWNERS POLICY

* TWO, THREE OR FOUR FAMILY DWELLINGS

<u>Families per Dwelling</u>	Dwelling Fire One Policy Landlord Dwelling Fire One Policy Owner Occupied Dwelling Fire Three Policy Landlord <u>Dwelling Fire Three Policy Owner Occupied</u>	<u>Homeowners</u>
2	+.10	+.10
3	+.50	n/a
4	+.60	n/a

WOOD BURNER

A \$50 premium applies when the dwelling or other structure is equipped with a wood burning device other than a fireplace or fireplace with insert.

ARKANSAS

* DWELLING AND HOMEOWNERS INSURANCE PROGRAM

ANNUAL RATES/PREMIUMS
(continued)

PREMIUM MODIFICATION FACTORS (continued)

DWELLING FIRE ONE POLICY OWNER OCCUPIED
DWELLING FIRE ONE POLICY LANDLORD
DWELLING FIRE THREE POLICY OWNER OCCUPIED
DWELLING FIRE THREE POLICY LANDLORD

* LANDLORD ASSOCIATION

Apply a factor of -.01 when the policyholder is a member of a Landlord Association. This applies to the Dwelling Fire One Policy Owner Occupied and Dwelling Fire Three Policy Owner Occupied when the policyholder resides in a two, three, or four family dwelling, as well as the Dwelling Fire One Policy Landlord and Dwelling Fire Three Policy Landlord.

* MULTIPLE PROPERTIES

Number of Site-Built Properties Insured with	<u>Foremost</u>	<u>Factor</u>
	2	-.02
	3	-.05
	4	-.05
	5 or more	-.10

This applies to the Dwelling Fire One Policy Owner Occupied and Dwelling Fire Three Policy Owner Occupied when the policyholder resides in a two, three, or four family dwelling, as well as the Dwelling Fire One Policy Landlord and Dwelling Fire Three Policy Landlord.

* PROPERTY MANAGEMENT COMPANY

Apply a factor of -.01 when the dwelling is managed by a Property Management Company. This applies to the Dwelling Fire One Policy Owner Occupied and Dwelling Fire Three Policy Owner Occupied when the policyholder resides in a two, three, or four family dwelling, as well as the Dwelling Fire One Policy Landlord and Dwelling Fire Three Policy Landlord.

ARKANSAS

* DWELLING AND HOMEOWNERS INSURANCE PROGRAM

ANNUAL RATES/PREMIUMS
(continued)

PREMIUM MODIFICATION FACTORS (continued)

* DWELLING FIRE ONE POLICY OWNER OCCUPIED
DWELLING FIRE THREE POLICY OWNER OCCUPIED
HOMEOWNERS POLICY

CREDIT BASED INSURANCE RISK ASSESSMENT SCORE

<u>Score</u>	<u>Factor</u>
<375	* +1.00
375 – 499	+ .35
500 – 699	.00
700+	-.10

NAMED INSURED 50 YEARS OF AGE OR OLDER

Apply a factor of -.05 when any Named Insured is 50 years of age or older.

DWELLING FIRE ONE POLICY OWNER OCCUPIED
DWELLING FIRE THREE POLICY OWNER OCCUPIED

OWNER OCCUPIED DWELLING

Apply a factor of -.10 for owner occupied risks.

DWELLING FIRE ONE POLICY LANDLORD
DWELLING FIRE THREE POLICY LANDLORD

* VACATION RENTAL (SEASONAL RENTAL)

Apply a factor of +.10 if the dwelling is a vacation rental (seasonal rental).

ARKANSAS

* DWELLING AND HOMEOWNERS INSURANCE PROGRAM

ANNUAL RATES/PREMIUMS
(continued)

PREMIUM MODIFICATION FACTORS (continued)

HOMEOWNERS POLICY

SWIMMING POOL

A \$50 premium applies when the premises has an in-ground or above-ground swimming pool that is more than two and-a-half feet deep.

ARKANSAS

* DWELLING AND HOMEOWNERS INSURANCE PROGRAM

ANNUAL RATES/PREMIUMS
(continued)

* DWELLING FIRE ONE POLICY OWNER OCCUPIED
DWELLING FIRE ONE POLICY LANDLORD
DWELLING FIRE THREE POLICY OWNER OCCUPIED
DWELLING FIRE THREE POLICY LANDLORD
DWELLING FIRE ONE POLICY VACANT OR UNOCCUPIED

* DEDUCTIBLE

<u>Deductible Amount</u>	<u>Deductible Factor</u>
\$ 100	1.28
250	1.11
500	1.00
1,000	.90
2,500	.75
5,000	.68

ARKANSAS

* DWELLING AND HOMEOWNERS INSURANCE PROGRAM

ANNUAL RATES/PREMIUMS
(continued)

HOMEOWNERS POLICY

* <u>DEDUCTIBLE</u>		
<u>Deductible Amount</u>	<u>Deductible Factor</u>	<u>Maximum Dollar Amount Credit</u>
\$ 100	1.28	
250	1.11	
500	1.00	
1,000	.90	\$ 400
2,500	.75	800
5,000	.68	999

ARKANSAS

* DWELLING AND HOMEOWNERS INSURANCE PROGRAM

ANNUAL RATES/PREMIUMS
 (continued)

DWELLING FIRE ONE POLICY OWNER OCCUPIED
 DWELLING FIRE ONE POLICY LANDLORD

COVERAGE A – DWELLING
 COVERAGE B – OTHER STRUCTURES
COVERAGE C – PERSONAL PROPERTY

* PERIL OF VANDALISM OR MALICIOUS MISCHIEF

<u>Territory</u>	<u>Rate Per \$100 of Insurance</u>
A	\$.09
B	.14
C	.11
D	.08

DWELLING FIRE ONE POLICY VACANT OR UNOCCUPIED

* PERIL OF VANDALISM OR MALICIOUS MISCHIEF

Rates Per \$100 of Insurance
of Coverage A - Dwelling

<u>Territory A</u>	<u>Territory B</u>	<u>Territory C</u>	<u>Territory D</u>
\$.09	\$.14	\$.11	\$.08

ARKANSAS

* DWELLING AND HOMEOWNERS INSURANCE PROGRAM

ANNUAL RATES/PREMIUMS
(continued)

* DWELLING FIRE ONE POLICY OWNER OCCUPIED
DWELLING FIRE ONE POLICY LANDLORD
DWELLING FIRE THREE POLICY OWNER OCCUPIED
DWELLING FIRE THREE POLICY LANDLORD
DWELLING FIRE ONE POLICY VACANT OR UNOCCUPIED
HOMEOWNERS POLICY

EARTHQUAKE

10% Earthquake Deductible (\$1,000 minimum)

Territories A, C and D: \$10 + \$1.00 per \$1,000 of insurance

Territory B: \$10 + \$1.50 per \$1,000 of insurance

EARTHQUAKE - INCLUDING MASONRY VENEER

10% Earthquake Deductible (\$1,000 minimum)

Territories A, C and D: \$10 + \$1.00 per \$1,000 of insurance

Territory B: \$10 + \$1.50 per \$1,000 of insurance

* LOSS ASSESSMENT COVERAGE FOR EARTHQUAKE

\$1.00 per \$1,000 of insurance

ARKANSAS

* DWELLING AND HOMEOWNERS INSURANCE PROGRAM

ANNUAL RATES/PREMIUMS
 (continued)

DWELLING FIRE ONE POLICY OWNER OCCUPIED
 DWELLING FIRE THREE POLICY OWNER OCCUPIED

* COVERAGE F – PERSONAL LIABILITY COVERAGE

(\$500 Medical Payments To Others Coverage and \$500 Damage To Property Of Others automatically included)

<u>Limits</u>	<u>1 Family</u>	<u>2 Family</u>	<u>3-4 Family</u>
\$ 25,000	\$ 35	\$ 53	\$ 105
50,000	43	65	129
100,000	53	80	159
300,000	70	105	210
500,000	79	119	237
1,000,000	125	188	375

* PERSONAL INJURY LIABILITY COVERAGE

<u>Limits</u>	<u>Premiums</u>
\$ 25,000	\$ 20
50,000	24
100,000	27
300,000	30
500,000	35
1,000,000	40

* COVERAGE G - MEDICAL PAYMENTS TO OTHERS

<u>To Increase Limit To</u>	<u>Additional Premium</u>
\$1,000	\$ 5

BROAD THEFT COVERAGE
 \$250 Deductible

\$44 per \$1,000 of insurance

ARKANSAS

* DWELLING AND HOMEOWNERS INSURANCE PROGRAM

ANNUAL RATES/PREMIUMS
 (continued)

* DWELLING FIRE ONE POLICY LANDLORD
 DWELLING FIRE THREE POLICY LANDLORD
 DWELLING FIRE ONE VACANT OR UNOCCUPIED

* COVERAGE F – PREMISES LIABILITY COVERAGE

(\$500 Medical Payments To Others Coverage and \$500 Damage To Property Of Others automatically included)

<u>Limits</u>	<u>Premiums</u>		
	<u>1 Family</u>	<u>2 Family</u>	<u>3-4 Family</u>
\$ 25,000	\$ 35	\$ 53	\$ 105
50,000	43	65	129
100,000	53	80	159
300,000	70	105	210
500,000	79	119	237
1,000,000	125	188	375

* LANDLORD PERSONAL INJURY LIABILITY COVERAGE

<u>Limits</u>	<u>Premiums</u>
\$ 25,000	\$ 40
50,000	48
100,000	54
300,000	60
500,000	70
1,000,000	80

* COVERAGE G - MEDICAL PAYMENTS TO OTHERS

<u>To Increase Limit To – Each Person</u>	<u>Additional Premium</u>
\$1,000	\$ 5

ARKANSAS

* DWELLING AND HOMEOWNERS INSURANCE PROGRAM

ANNUAL RATES/PREMIUMS
(continued)

* DWELLING FIRE ONE POLICY OWNER OCCUPIED
DWELLING FIRE THREE POLICY OWNER OCCUPIED
HOMEOWNERS POLICY

UNRELATED NAMED INSURED

\$25

ARKANSAS

* DWELLING AND HOMEOWNERS INSURANCE PROGRAM

ANNUAL RATES/PREMIUMS
(continued)

* DWELLING FIRE ONE POLICY OWNER OCCUPIED
DWELLING FIRE ONE POLICY LANDLORD
DWELLING FIRE THREE POLICY OWNER OCCUPIED
DWELLING FIRE THREE POLICY LANDLORD

<u>COVERAGE D - LOSS OF RENTS</u>	
<u>Territory</u>	<u>Rate Per \$100 of Insurance</u>
A	\$.50
B	.75
C	.60
D	.45

LIMITED THEFT COVERAGE
\$250 Deductible

\$30 per \$1,000 of insurance

ARKANSAS

DWELLING AND HOMEOWNERS INSURANCE PROGRAM

ANNUAL RATES/PREMIUMS
(continued)

DWELLING FIRE ONE POLICY OWNER OCCUPIED
DWELLING FIRE THREE POLICY OWNER OCCUPIED

COVERAGE E – ADDITIONAL LIVING EXPENSES

<u>Territory</u>	<u>Rate Per \$100 of Insurance</u>
A	\$.50
B	.75
C	.60
D	.45

ARKANSAS

DWELLING AND HOMEOWNERS INSURANCE PROGRAM

ANNUAL RATES/PREMIUMS
(continued)

DWELLING FIRE ONE POLICY OWNER OCCUPIED
DWELLING FIRE ONE POLICY LANDLORD
DWELLING FIRE THREE POLICY OWNER OCCUPIED
DWELLING FIRE THREE POLICY LANDLORD
DWELLING FIRE ONE POLICY VACANT OR UNOCCUPIED

LOSS ASSESSMENT PROPERTY COVERAGE
\$250 Deductible

\$2.00 per \$1,000 of insurance

WATER BACKUP OF SEWERS OR DRAINS

\$75

WINDSTORM AND HAIL COVERAGE FOR SATELLITE
DISHES AND RADIO AND TELEVISION AERIALS

\$4.00 per \$100 of insurance

ARKANSAS

DWELLING AND HOMEOWNERS INSURANCE PROGRAM

ANNUAL RATES/PREMIUMS
 (continued)

DWELLING FIRE ONE POLICY OWNER OCCUPIED
 DWELLING FIRE THREE POLICY OWNER OCCUPIED

INCIDENTAL BUSINESS USE – SECTION II

<u>Limits</u>	<u>Premiums</u>
\$ 25,000	\$18
50,000	22
100,000	27
300,000	35
500,000	41
1,000,000	75

(\$500 Medical Payments To Others Coverage automatically included.)

BUSINESS PROPERTY

<u>Amount of Insurance</u>	<u>Dwelling Fire One Policy</u>	<u>Dwelling Fire Three Policy</u>
First \$100	\$15.76	\$16.13
Each additional \$100	.76	1.13

ARKANSAS

DWELLING AND HOMEOWNERS INSURANCE PROGRAM

ANNUAL RATES/PREMIUMS
(continued)

DWELLING FIRE THREE POLICY OWNER OCCUPIED
HOMEOWNERS POLICY

REPLACEMENT COST FOR PERSONAL PROPERTY COVERAGE

<u>Amount of Insurance</u>	<u>Premium</u>
First \$100	\$5.20
Each additional \$100	.20

ARKANSAS

DWELLING AND HOMEOWNERS INSURANCE PROGRAM

ANNUAL RATES/PREMIUMS
(continued)

DWELLING FIRE THREE POLICY OWNER OCCUPIED
DWELLING FIRE THREE POLICY LANDLORD

REPLACEMENT COST

\$10

EXTENDED REPLACEMENT COST

Apply a .05 factor to the Coverage A – Dwelling premium

REPAIR COST

\$75

ARKANSAS

DWELLING AND HOMEOWNERS INSURANCE PROGRAM

ANNUAL RATES/PREMIUMS
(continued)

HOMEOWNERS POLICY

ADDITIONAL RESIDENCE – OWNER-OCCUPIED

Personal Liability Coverage	
<u>Limit of Liability</u>	<u>Premiums</u>
\$ 25,000	\$18
50,000	22
100,000	27
300,000	35
500,000	40
1,000,000	80

(\$500 Medical Payments To Others Coverage automatically included.)

ADDITIONAL RESIDENCE RENTED TO OTHERS

Personal Liability Coverage	
<u>Limit of Liability</u>	<u>Premiums</u>
\$ 25,000	\$27
50,000	33
100,000	40
300,000	53
500,000	59
1,000,000	118

(\$500 Medical Payments To Others Coverage automatically included.)

BUSINESS SAMPLES COVERAGE

Amount of Insurance \$2,500

<u>Deductible</u>	<u>Premiums</u>
\$ 100	\$49
250	43
500	39
1,000	34

ARKANSAS

DWELLING AND HOMEOWNERS INSURANCE PROGRAM

ANNUAL RATES/PREMIUMS
(continued)

HOMEOWNERS POLICY

COVERAGE C – PERSONAL PROPERTY SPECIAL AMOUNT
OF INSURANCE FOR BUSINESS PERSONAL PROPERTY

<u>Amount of Insurance</u>	<u>Homeowners</u>
First \$100	\$ 16.13
Each additional \$100	1.13

COVERAGE E - PERSONAL LIABILITY COVERAGE

<u>Limits</u>	<u>Premiums</u>
\$ 25,000	Included in Base Premium
50,000	Add \$ 8
100,000	Add 18
300,000	Add 35
500,000	Add 44
1,000,000	Add 88

COVERAGE F - MEDICAL PAYMENTS TO OTHERS

<u>To Increase Limit To</u>	<u>Additional Premium</u>
\$1,000	\$ 5

EXPANDED COVERAGE ON JEWELRY, WATCHES, AND FURS

\$33

ARKANSAS

DWELLING AND HOMEOWNERS INSURANCE PROGRAM

ANNUAL RATES/PREMIUMS
(continued)

HOMEOWNERS POLICY

INCREASED THEFT COVERAGE

<u>Amount of Insurance</u>	<u>Homeowners</u>
First \$5,000	\$ 60
Each additional \$,1000	2

LOSS ASSESSMENT COVERAGE INCREASE IN AMOUNT OF INSURANCE

\$2.00 per \$1,000 of insurance

ON PREMISES STRUCTURES RENTED TO OTHERS

\$3.00 per \$100 of insurance

PERMITTED INCIDENTAL BUSINESS

<u>Limits</u>	<u>Premium</u>
\$ 25,000	\$ 18
50,000	22
100,000	27
300,000	35
500,000	41
1,000,000	82

(\$500 Medical Payments To Others Coverage automatically included.)

ARKANSAS

DWELLING AND HOMEOWNERS INSURANCE PROGRAM

ANNUAL RATES/PREMIUMS
(continued)

PREMIUM MODIFICATION FACTORS (continued)

DWELLING FIRE ONE POLICY OWNER OCCUPIED
 DWELLING FIRE ONE POLICY LANDLORD
 DWELLING FIRE THREE POLICY OWNER OCCUPIED
 DWELLING FIRE THREE POLICY LANDLORD
 HOMEOWNERS POLICY

LOSS HISTORY

Apply the appropriate factor to the premium:

<u>Paid Losses †</u>	Dwelling Fire One Policy Landlord Dwelling Fire One Policy Owner Occupied Dwelling Fire Three Policy Landlord <u>Dwelling Fire Three Policy Owner Occupied</u>	<u>Homeowners</u>
None	-.01	n/a
1 - 2	n/a	n/a
3	+.25	+.25
4	+.50	+.50
5	+.75	+.75
6 or more	+1.50	+1.50

* † Paid losses do not include weather related and catastrophe losses.

MASONRY DISCOUNT

Apply a factor of -.15 if the dwelling is constructed with at least 90% brick, masonry veneer, or fire resistive construction.

MULTIPLE DWELLINGS ON PREMISES

Dwelling Fire One Policy Landlord
 Dwelling Fire One Policy Owner Occupied
 Dwelling Fire Three Policy Landlord
Dwelling Fire Three Policy Owner Occupied

<u>Coverage A</u> <u>Coverage C</u>	<u>Coverage F</u>	<u>Homeowners</u>
+.10	+.25	+.10

SERFF Tracking Number: FORE-125866970 State: Arkansas
Filing Company: Foremost Insurance Company Grand Rapids, Michigan State Tracking Number: EFT \$125
Company Tracking Number: S-28
TOI: 01.0 Property Sub-TOI: 01.0002 Personal Property (Fire and Allied Lines)
Product Name: Dwelling and Homeowners Insurance Program
Project Name/Number: /

Supporting Document Schedules

Satisfied -Name: Form RF-1 NAIC Loss Cost Data Entry Document--All P&C Lines **Review Status:** Filed 11/07/2008

Comments:

Attachment:

arkansas_RF-1.pdf

Satisfied -Name: Uniform Transmittal Document-Property & Casualty **Review Status:** Filed 11/07/2008

Comments:

This information is filled out under the Rate/Rule Schedule tab

Satisfied -Name: Letter & Summary of Revisions **Review Status:** Filed 11/07/2008

Comments:

Attachment:

arkansas-ltr-rr.pdf

Satisfied -Name: Form H-1 **Review Status:** Filed 11/07/2008

Comments:

Attachment:

Form H-1_Homeowners Abstract.pdf

Satisfied -Name: Exhibit I **Review Status:** Filed 11/07/2008

Comments:

Attachment:

Exhibit I.pdf

FORM RF-1 Rate Filing Abstract NAIC LOSS COST DATA ENTRY DOCUMENT

1.	This filing transmittal is part of Company Tracking #	S-28
----	---	------

2.	If filing is an adoption of an advisory organization loss cost filing, give name of Advisory Organization and Reference/ Item Filing Number	n/a
----	---	-----

Company Name		Company NAIC Number	
3.	A. Foremost Insurance Company Grand Rapids, Michigan	B.	212-11185

Product Coding Matrix Line of Business (i.e., Type of Insurance)		Product Coding Matrix Line of Insurance (i.e., Sub-type of Insurance)	
4.	A. 1.0000	B.	1.0002

5.

(A) COVERAGE (See Instructions)	(B) Indicated % Rate Level Change	(C) Requested % Rate Level Change	FOR LOSS COSTS ONLY				
			(D) Expected Loss Ratio	(E) Loss Cost Modification Factor	(F) Selected Loss Cost Multiplier	(G) Expense Constant (If Applicable)	(H) Co. Current Loss Cost Multiplier
Dwelling Fire 1	0	+1.2					
Dwelling Fire 3	0	-3.0					
Homeowners	0	-2.6					
TOTAL OVERALL EFFECT	0	-1.0%					

6.

5 Year History Rate Change History

Year	Policy Count	% of Change	Effective Date	State Earned Premium (000)	Incurred Losses (000)	State Loss Ratio	Countrywide Loss Ratio
2003	2389			1476.9	639.3	43%	44%
2004	2998	+9.9	2/15 new 3/15 renewal	2237.8	577.9	26%	40%
2005	3125	-	-	2558.1	1578.7	62%	59%
2006	3224	+0.8	3/1	2598.8	1723.0	66%	48%
2007	3255	-	-	2704.9	1021.7	38%	47%
8/2008	3408	-3.7	8/1	1826.4	1699.9	93%	54%

7.

Expense Constants	Selected Provisions
A. Total Production Expense	15.1
B. General Expense	18.0
C. Taxes, License & Fees	3.5
D. Underwriting Profit & Contingencies	5.0
E. Other (explain)	41.6
F. TOTAL	

8. N Apply Lost Cost Factors to Future filings? (Y or N)

9. +14.4 Estimated Maximum Rate Increase for any Insured (%). Territory (if applicable): _____

10. -25.4 Estimated Maximum Rate Decrease for any Insured (%) Territory (if applicable): _____

Foremost® Insurance Company
Grand Rapids, Michigan

ADMINISTRATIVE OFFICES
5600 Beech Tree Lane
Caledonia, Michigan 49316-0050

MAILING ADDRESS
ATTN: STATE FILINGS DEPT.
P.O. Box 2450
Grand Rapids, Michigan 49501-2450

October 28, 2008

Honorable Mike Pickens
Commissioner of Insurance
Arkansas Insurance Department
1200 West Third Street
Little Rock, Arkansas 72201-1904

RE: Foremost Insurance Company Grand Rapids, Michigan
NAIC #212-11185
Dwelling and Homeowners Insurance Program
Revision to the Rule and Rate Sections
Company Tracking Number S-28

Dear Commissioner Pickens:

We submit this filing for your formal stamp of approval or acknowledgement.

The enclosed Summary of Revisions has been developed to assist your review of this filing. This filing results in an overall effect of -1.0%.

The following rule of implementation will apply:

This filing will be effective for all new and renewal policies written to be effective on and after April 1, 2009. No policy effective prior to the above date is to be cancelled and rewritten to take advantage of or to avoid the application of this filing except at the request of the insured.

Your attention to our filing is appreciated.

Very truly yours,

Kaan K. Cidanli
State Filings Administrator
State Filings
Phone No. (616) 956-3645
Fax No. (616) 956-2093
e-mail: kaan.cidanli@foremost.com

KKC/res

Enclosures: Transmittal Forms
Summary of Revisions, 10/08
Rules and Rates

ARKANSAS

DWELLING AND HOMEOWNERS INSURANCE PROGRAM

SUMMARY OF REVISIONS

RULE SECTION

We have made revisions to the following rules.

9. Reduction In Coverage When Vacant or Unoccupied

This form must be attached to each [Basics One Dwelling Coverage Grant] Dwelling Fire One Policy Landlord, Dwelling Fire One Policy Owner Occupied, Dwelling Fire Three Policy Landlord, and [Basics Special Dwelling Coverage Grant] Dwelling Fire Three Policy Owner Occupied issued.

10. Restriction of Individual Policies

[Comprehensive Personal Liability Coverage Grant Animal Liability Exclusion endorsement]

[Landlord Liability Coverage Grant Animal Liability Exclusion endorsement]

[Animal Liability Exclusion endorsement]

Animal Liability Exclusion – Premises Liability endorsement

Animal Liability Exclusion – Personal Liability endorsement

Specific Structure Exclusion endorsement

Trampoline Liability Exclusion endorsement

The following rule applies to these endorsements :

If a policy would not be issued because of unusual circumstances or exposures, the named insured may request a restriction of the policy provided no reduction in the premium is allowed.

[brackets = deleted] underlined = added

The following rule has been added in order to complement the introduction of Form 35069 11/06 – Increased Theft Limits. Please refer to our rate and form sections for details.

11. Increased Theft Limits

The insured has the option of purchasing this form. The following forms may not be used in conjunction with this form:

Form 35047 10/99 – Business Samples Coverage

Form 35059 10/99 – Expanded Coverage on Jewelry, Watches and Furs

EXCEPTION PAGE

The rule regarding Amendment – Arkansas is no longer necessary and is being removed.

ARKANSAS

DWELLING AND HOMEOWNERS INSURANCE PROGRAM

SUMMARY OF REVISIONS

RATE SECTION

GENERAL COMMENTS

The title of this program has been changed from Basics Dwelling and Homeowners Insurance Program to Dwelling and Homeowners Insurance Program, as a result of revisions to our policy contracts and endorsements. Please refer to our Forms filing for more details. Many of the changes in the corresponding rule and rate sections have been made to accommodate our forms revisions.

Our Dwelling and Homeowners Insurance Program insures properties and people that do not qualify for standard markets. It is a market niche with a limited number of competitors.

Our non-standard risks include –

- Customers with losses
- Customers with credit problems
- Dwelling condition problems
- Low valued dwellings
- Older dwellings

The types of properties eligible for the program are –

- Vacant dwellings
- Rental dwellings
- Seasonal (secondary) dwellings
- Owners occupied dwellings

We now offer –

- Homeowners Policy (similar to an HO3 peril, but an actual cash value settlement)
- Dwelling Fire One Policy Owner Occupied (similar to DP-1)
- Dwelling Fire One Policy Landlord (similar to DP-1)
- Dwelling Fire Three Policy Owner Occupied (similar to DP-3)
- Dwelling Fire Three Policy Landlord (similar to DP-3)
- Dwelling Fire One Policy Vacant or Unoccupied (similar to DP-1)

The titles of the following coverages have been changed for the Dwelling Fire One and Three policy contracts:

Coverage F – Personal Liability Coverage
replaces Coverage L – Personal Liability Coverage

Coverage G – Medical Payments To Others
replaces Coverage M or H – Medical Payments To Others

ARKANSAS

DWELLING AND HOMEOWNERS INSURANCE PROGRAM

SUMMARY OF REVISIONS

RATE SECTION (continued)

Coverage F – Premises Liability Coverage
replaces Coverage G – Premises Liability Coverage

Coverage E – Additional Living Expenses
replaces Coverage D – Additional Living Expenses

Coverage D – Loss of Rents
replaces Coverage E – Loss of Rents

We currently have only 3,408 policies in force.

EXPERIENCE/RATE LEVEL ADJUSTMENT

Our experience for this program through 2007, is as follows:

<u>Year</u>	<u>Earned Premium</u>	<u>Incurred Losses</u>	<u>Loss Ratio</u>
2004	\$ 2,237,752	\$ 577,869	26%
2005	2,558,135	1,578,680	62%
2006	2,598,762	1,722,998	66%
2007	2,704,932	1,021,525	38%

As a result, we are revising our base rates for an overall effect of -1.0%.

We are proposing to make the following additional changes.

BASE DEDUCTIBLE

The manual base deductible is changed from \$250 to \$500.

CRITERIA FOR BASE RATES/PREMIUMS

This page is no longer necessary and is being withdrawn.

ARKANSAS

DWELLING AND HOMEOWNERS INSURANCE PROGRAM

SUMMARY OF REVISIONS

RATE SECTION (continued)

BASE PREMIUMS

The Rating Criteria section is being removed.

PREMIUM DETERMINATION

The title of this section has been relabeled from Premium Calculation to Premium Determination. Several steps have been amended and revised in order to track with our new base policy contracts.

The list of premium modifiers, in step 6., is being removed.

DEFINITIONS

Extraordinary Life Events

This definition is added to provide an exception for the kinds of events that may have an adverse effect upon a named insured's Credit Based Insurance Risk Assessment Score.

Credit Based Insurance Risk Assessment Score

We have revised this definition to detail the steps involved in determining an insured's score when an extraordinary life event occurs.

Row House/Townhouse

"Townhouse" is added to this definition.

Vacation Rental (seasonal/Rental)

Added this definition for clarification.

ARKANSAS

DWELLING AND HOMEOWNERS INSURANCE PROGRAM

SUMMARY OF REVISIONS

RATE SECTION (continued)

Loss History

The following definition has been added to show how an insured's loss history is obtained and applied:

Loss history is obtained from the application, from the agent, Comprehensive Loss Underwriting Exchange (CLUE) and Foremost Insurance Company Grand Rapids, Michigan.

Loss history on non-owner occupied properties includes any paid losses that the insured incurred at the property we are insuring.

Loss history on owner-occupied properties, includes any paid losses that the insured has incurred at any residence the insured has occupied whether it be as a primary residence or secondary/seasonal residence. This would also include any insured occupied apartments or condominiums. Loss history will be applied as follows:

Married – Obtain the loss history on both spouses listed on the Declarations Page

Unmarried – Obtain the loss history for the first named insured listed on the Declarations Page

The experience period will be the five years immediately preceding the date of application or the preparation of the renewal.

PREMIUM MODIFICATION FACTORS

Application of Premium Modification Factors

A section is added to account for the premium modifiers on file and also the numerous premium modifiers being introduced in this filing. The premium modifiers are subject to a maximum reduction of 35%.

Credit Based Insurance Risk Assessment Score

In 2004, a new segment for insurance scores of less than 375 was introduced. As of May 2008, we have experienced an incurred loss total of \$378,181 and an earned premium total of \$198,150 resulting in a loss ratio of 191%, of this segment. We are proposing to increase the corresponding factor for this segment from +.90 to +1.00. The effect of this change is included in the overall effect.

ARKANSAS

DWELLING AND HOMEOWNERS INSURANCE PROGRAM

SUMMARY OF REVISIONS

RATE SECTION (continued)

Multi-Policy

A factor of -.05 will apply when the named insured maintains one or more personal lines or life insurance policies with any Farmers, Foremost, Bristol West, or Zurich affiliated company.

Row House/Townhouse

“Townhouse” is added to this premium modifier.

Loss History

Currently, we only accept insureds who have experienced 3 losses or less. We are proposing to revise our eligibility rule to also accept insureds with 3 or more losses. The following premium modifiers will give us the ability to accept more risks.

<u>Paid Losses</u>	<u>Dwelling Fire One Policy Landlord Dwelling Fire One Policy Owner Occupied Dwelling Fire Three Policy Landlord Dwelling Fire Three Policy Owner Occupied</u>	<u>Homeowners</u>
None	-.01	n/a
1 – 2	n/a	n/a
3	+.25	+.25
4	+.50	+.50
5	+.75	+.75
6 or more	+1.50	+1.50

Multiple Dwellings on Premises

The following factors will apply when the named insured owns multiple dwellings on the premises:

<u>Coverage A Coverage C</u>	<u>Coverage F</u>	<u>Homeowners</u>
+.10	+.25	+.10

Open Foundation

A factor of +.15 will apply if the dwelling is built on an open foundation.

ARKANSAS

DWELLING AND HOMEOWNERS INSURANCE PROGRAM

SUMMARY OF REVISIONS

RATE SECTION (continued)

Prior Insurance

A factor of +.10 will apply if the owned property was previously insured but is not currently insured. This premium modifier will not apply to new purchases.

Two, Three or Four Family Dwellings

We are proposing to revise these factors as follows:

<u>Families per Dwelling</u>	<u>Current</u>	<u>Proposed</u>
2	+.10	+.10
3	+.50	+.50
4	+.50	+.60

This change is included in the overall effect.

Landlord Association

A factor of -.01 will apply when the policyholder is a member of a Landlord Association.

Multiple Properties

We are proposing to introduce this premium modifier as follows:

<u>Number of Site-Built Properties Insured with Foremost</u>	<u>Factor</u>
2	-.02
3	-.05
4	-.05
5 or more	-.10

Property Management Company

A factor of -.01 will apply when the dwelling is managed by a Property Management Company.

ARKANSAS

DWELLING AND HOMEOWNERS INSURANCE PROGRAM

SUMMARY OF REVISIONS

RATE SECTION (continued)

Vacation Rental (Season Rental)

A factor of +.10 will apply if the dwelling is a vacation rental (seasonal rental).

Swimming Pool

A \$50 premium will apply if the premises has an in-ground or above-ground swimming pool that is more than two and-a-half feet deep.

PERIL OF VANDALISM OR MALICIOUS MISCHIEF

Dwelling Fire One Owner Occupied
 Dwelling Fire One Landlord
 Coverage A – Dwelling
 Coverage B – Other Structures
 Coverage C – Personal Property

We are proposing to revise the rates for the peril of vandalism or malicious mischief as follows:

Rates per \$100 of Insurance

Territory A		Territory B		Territory C		Territory D	
<u>Current</u>	<u>Proposed</u>	<u>Current</u>	<u>Proposed</u>	<u>Current</u>	<u>Proposed</u>	<u>Current</u>	<u>Proposed</u>
\$.10	\$.09	\$.15	\$.14	\$.12	\$.11	\$.09	\$.08

These changes result in no appreciable overall effect.

PERIL OF VANDALISM OR MALICIOUS MISCHIEF

Dwelling Fire One Policy Vacant or Unoccupied

Rates per \$100 of Insurance for Coverage A - Dwelling

Territory A		Territory B		Territory C		Territory D	
<u>Current</u>	<u>Proposed</u>	<u>Current</u>	<u>Proposed</u>	<u>Current</u>	<u>Proposed</u>	<u>Current</u>	<u>Proposed</u>
\$.10	\$.09	\$.10	\$.14	\$.10	\$.11	\$.10	\$.08

These changes result in no appreciable overall effect.

ARKANSAS

DWELLING AND HOMEOWNERS INSURANCE PROGRAM

SUMMARY OF REVISIONS

RATE SECTION (continued)

COVERAGE E – PERSONAL LIABILITY COVERAGE

Premiums for 3-4 Family Dwellings are being added. Also, we are proposing to introduce a \$1,000,000 limit of liability option with corresponding premium.

COVERAGE F – PREMISES LIABILITY COVERAGE

We are proposing to introduce a \$1,000,000 limit of liability option with corresponding premium.

ENDORSEMENTS

Dwelling Fire One Policy Owner Occupied
Dwelling Fire Three Policy owner Occupied

Personal Injury Liability Coverage

We are proposing to offer this new endorsement to provide coverage for personal injury claims arising out of the actions of an insured. The following limits of liability and premiums will apply:

<u>Limits of Liability</u>	<u>Premium</u>
\$ 25,000	\$ 20
50,000	24
100,000	27
300,000	30
500,000	35
1,000,000	40

Incidental Business Use – Section II

We are proposing to introduce a \$1,000,000 limit of liability option with corresponding premium.

ARKANSAS

DWELLING AND HOMEOWNERS INSURANCE PROGRAM

SUMMARY OF REVISIONS

RATE SECTION (continued)

Dwelling Fire One Policy Landlord
Dwelling Fire Three Policy Landlord
Dwelling Fire One Policy Vacant or Unoccupied

Landlord Personal Injury Liability Coverage

We are proposing to offer this new endorsement to provide coverage for claims arising out of personal injury to a tenant or resident of the dwelling. The following limits of liability and premiums will apply:

<u>Limits of Liability</u>	<u>Premium</u>
\$ 25,000	\$ 40
50,000	48
100,000	54
300,000	60
500,000	70
1,000,000	80

Dwelling Fire Three Policy Owner Occupied
Dwelling Fire Three Policy Landlord

Extended Replacement Cost

We are proposing to introduce this optional endorsement, which will broaden coverage in the following ways:

Coverage A – Dwelling

If the insured experiences a total loss, then we will settle on a(n)....

<u>Current</u> Agreed Value Basis	<u>With proposed endorsement</u> Agreed Value Basis +25% of the Amount of Insurance
--------------------------------------	---

If the insured experiences a partial loss, then we will settle on a(n)....

<u>Current</u> Actual Cash Value Basis	<u>With proposed endorsement</u> Replacement Cost Basis
---	--

ARKANSAS

DWELLING AND HOMEOWNERS INSURANCE PROGRAM

SUMMARY OF REVISIONS

RATE SECTION (continued)

Coverage B – Other Structures

If the insured experiences a total or partial loss, then we will settle on a(n)....

Current

Actual Cash Value Basis

With proposed endorsement

Replacement Cost Basis

A .05 factor will be applied to Coverage A – Dwelling premium for this coverage to take effect.

Repair Cost Dwelling

We are proposing to introduce this optional endorsement, which will broaden coverage in the following ways:

Coverage A – Dwelling

If the insured experiences a total loss, then we will settle on a(n)....

Current

Agreed Value Basis

With proposed endorsement

Agreed Value Basis

If the insured experiences a partial loss, then we will settle on a(n)....

Current

Actual Cash Value Basis

With proposed endorsement

Repair Cost Basis

A premium of \$75 will apply with the purchase of this endorsement.

Homeowners Policy

Increased Theft Limits

Currently, there is a \$1,000 special amount of insurance on personal property for the peril of theft. We are proposing to introduce an optional endorsement which will increase this special amount from \$1,000 to \$5,000 with the option to increase by \$1,000 increments in excess of \$5,000. Other special amounts of insurance will apply. A premium of \$60 for the first \$5,000 and \$2 for each additional \$1,000 purchased will be used.

ARKANSAS

DWELLING AND HOMEOWNERS INSURANCE PROGRAM

SUMMARY OF REVISIONS

RATE SECTION (continued)

Additional Residence – Owner-Occupied
Additional Residence – Rented To Others
Coverage F- Personal Liability
Permitted Incidental Business

We are proposing to introduce \$1,000,000 limit of liability option with corresponding premium.

Loss Assessment Coverage Increase in Amount of Insurance

The \$250 deductible referenced for this coverage is being removed.

Dwelling Fire One Policy Owner Occupied
Dwelling Fire One Policy Landlord
Dwelling Fire Three Policy Owner Occupied
Dwelling Fire Three Policy Landlord
Dwelling Fire One Policy Vacant or Unoccupied

Water Backup Sewers or Drains

We are introducing this additional coverage to indemnify the insured up to \$5,000 for direct loss caused by water or sewage which backs up through sewers and drains; or enters into and overflows from a sump. We are proposing a premium of \$75 for this coverage.

Dwelling Fire One Policy Owner Occupied
Dwelling Fire One Policy Landlord
Dwelling Fire Three Policy Owner Occupied
Dwelling Fire Three Policy Landlord
Dwelling Fire One Policy Vacant or Unoccupied
Homeowners Policy

Loss Assessment Coverage for Earthquake

The \$250 deductible referenced for this coverage is being removed.

OVERALL EFFECT

The combined overall effect of these changes is -1.0%.

ARKANSAS

DWELLING AND HOMEOWNERS INSURANCE PROGRAM

SUMMARY OF REVISIONS

Replacement of Manual Pages

Please withdraw –

Rule Pages 1 thru 3 – Revised Printing 10/05

Rule Page E-1 – Revised Printing 1/01

Rate Page R-1 – Revised Printing 4/04

Rate Page R-2 – Revised Printing 3/01

Rate Pages R-3 and R-4 – Revised Printing 10/05

Rate Page R-5 – Revised Printing 1/01

Rate Page R-6 – Revised Printing 6/02

Rate Page R-7 – Revised Printing 1/01

Rate Page R-8 – Revised Printing 6/02

Rate Pages R-9 and R-10 – Revised Printing 10/05

Rate Page R-11 – Revised Printing 1/01

Rate Pages R-12 and R-13 – Revised Printing 10/05

Rate Page R-14 – Revised Printing 3/08

Rate Pages R-15 and R-16 – Revised Printing 10/05

Rate Page R-17 – Revised Printing 6/02

Rate Pages R-18 thru R-40 – Revised Printing 3/08

Rate Pages R-41 thru R-43 – Original Printing 3/08

Please insert –

Rule Pages 1 thru 3 – Revised Printing 10/08

Rule Page R-1 – Revised Printing 10/08

Rate Pages R-1 thru R-43 – Revised Printing 10/08

Rate Pages R-44 thru R-51 – Original Printing 10/08

ARKANSAS INSURANCE DEPARTMENT

FORM H-1 HOMEOWNERS ABSTRACT

INSTRUCTIONS: All questions must be answered. If the answer is "none" or "not applicable", so state. If all questions are not answered, the filing will not be accepted for review by the Department. Use a separate abstract for each company if filing for a group. Subsequent homeowners rate/rule submissions that do not alter the information contained herein need not include this form.

Company Name Foremost Insurance Company Grand Rapids, Michigan
 NAIC # (including group #) 212-11185

1. If you have had an insurance to value campaign during the experience filing period, describe the campaign and estimate its impact. n/a

2. If you use a cost estimator (or some similar method) in order to make sure that dwellings (or contents) are insured at their value, state when this program was started in Arkansas and estimate its impact. see #3

3. If you require a minimum relationship between the amount of insurance to be written and the replacement value of the dwelling (contents) in order to purchase insurance, describe the procedures that are used. Home must be 100% of replacement cost – we use Marshall Swift Boecke for new business and then index renewals according to an estimated index amount of 3.8%.

4. If you use an Inflation Guard form or similar type of coverage, describe the coverage(s) and estimate the impact. n/a

5. Specify the percentage given for credit or discounts for the following:

a. Fire Extinguisher	%
b. Burglar Alarm	-2.0 %
c. Smoke Alarm	%
d. Insured who has both homeowners and auto with your company	5.0 %
e. Deadbolt Locks	%
f. Window or Door Locks	%
g. Other (specify) – Masonry	-15.0 %
Fire Alarm	-5.0 %
Owner Occupied Discount	-10.0 %

6. Are there any areas in the State of Arkansas In which your company will not write homeowners insurance? If so, state the areas and explain reason for not writing. no

7. Specify the form(s) utilized in writing homeowners insurance. Indicate the Arkansas premium volume for each form.

Form	Premium Volume
Basics Homeowners	\$ 2,743,030

8. Do you write homeowner risks which have aluminum, steel or vinyl siding? Yes No

9. Is there a surcharge on risks with wood heat? yes
If yes, state the surcharge \$50
Does the surcharge apply to conventional fire places? no
If yes, state the surcharge

THE INFORMATION PROVIDED IS CORRECT TO THE BEST OF MY KNOWLEDGE AND BELIEF.



Signature
Kaan K. Cidanli

Printed Name
State Filings Administrator

Title
616-956-3645

Telephone Number
kaan.cidanli@foremost.com

Email address

FOREMOST INSURANCE COMPANY

ARKANSAS

BASICS (BA1) HOMEOWNERS INSURANCE PROGRAM

Development of Indicated Rate Level

Year	(1) Earned Premium At Current Premium Levels	(2) Incurred Losses	(3) Current Cost Factors
2004	\$864,870	\$210,702	1.11
2005	\$942,062	\$828,003	1.03
2006	\$948,725	\$484,353	0.97
2007	\$1,046,405	\$516,495	0.96
2008	\$845,972	\$705,800	0.99

Year	(4) Incurred Losses At Current Cost Levels (2) X (3)	(5) Trended Incurred Losses (4) X 1.014	(6) Trended Loss Ratios (5)/(1)
2004	\$233,879	\$237,153	0.274
2005	\$852,843	\$864,783	0.918
2006	\$469,822	\$476,400	0.502
2007	\$495,835	\$502,777	0.480
2008	\$698,742	\$708,524	0.838

5 yr Aggregate Loss Ratio [Sum of Column (5) / Sum of Column (1)] = 0.600
 Expected Loss Ratio = 0.584
 Indicated Premium Adjustment (Agg Loss Ratio / Expected Loss Ratio - 1) = 2.7%

Total # of claims 342
 Credibility [sqrt (# of claims / 1082)] = 0.562
 Credibility Complement Loss Ratio (Expected Loss Ratio) 0.584
 Credibility Weighted Loss Ratio
 [Agg Loss Ratio * Credibility + Complement Loss Ratio * (1 - Credibility)] = 0.593
 Credibility Weighted Indicated Change
 [Credibility Weighted Loss Ratio / Expected Loss Ratio - 1] = 1.5%

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FOREMOST INSURANCE COMPANY

ARKANSAS

BASICS (BA3) HOMEOWNERS INSURANCE PROGRAM

Development of Indicated Rate Level

Year	(1) Earned Premium At Current Premium Levels	(2) Incurred Losses	(3) Current Cost Factors
2004	\$666,841	\$107,345	1.11
2005	\$695,862	\$312,990	1.03
2006	\$661,586	\$81,089	0.97
2007	\$628,997	\$118,844	0.96
2008	\$446,366	\$75,222	0.99

Year	(4) Incurred Losses At Current Cost Levels (2) X (3)	(5) Trended Incurred Losses (4) X 1.014	(6) Trended Loss Ratios (5)/(1)
2004	\$119,153	\$120,821	0.181
2005	\$322,380	\$326,893	0.470
2006	\$78,656	\$79,757	0.121
2007	\$114,090	\$115,687	0.184
2008	\$74,470	\$75,513	0.169

5 yr Aggregate Loss Ratio [Sum of Column (5) / Sum of Column (1)] = 0.232
 Expected Loss Ratio = 0.584
 Indicated Premium Adjustment (Agg Loss Ratio / Expected Loss Ratio - 1) = -60.3%

Total # of claims 152
 Credibility [sqrt (# of claims / 1082)] = 0.375
 Credibility Complement Loss Ratio (Expected Loss Ratio) 0.584
 Credibility Weighted Loss Ratio
 [Agg Loss Ratio * Credibility + Complement Loss Ratio * (1 - Credibility)] = 0.452
 Credibility Weighted Indicated Change
 [Credibility Weighted Loss Ratio / Expected Loss Ratio - 1] = -22.6%

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FOREMOST INSURANCE COMPANY
ARKANSAS
ACV HOMEOWNERS INSURANCE PROGRAM

Development of Indicated Rate Level

Year	(1) Earned Premium At Current Premium Levels	(2) Incurred Losses	(3) Current Cost Factors
2004	\$740,647	\$182,956	1.11
2005	\$775,374	\$637,968	1.03
2006	\$795,910	\$547,620	0.97
2007	\$797,319	\$291,673	0.96
2008	\$607,688	\$311,400	0.99

Year	(4) Incurred Losses At Current Cost Levels (2) X (3)	(5) Trended Incurred Losses (4) X 1.014	(6) Trended Loss Ratios (5)/(1)
2004	\$203,081	\$205,924	0.278
2005	\$657,107	\$666,306	0.859
2006	\$531,191	\$538,628	0.677
2007	\$280,006	\$283,926	0.356
2008	\$308,286	\$312,602	0.514

5 yr Aggregate Loss Ratio [Sum of Column (5) / Sum of Column (1)]= 0.540
Expected Loss Ratio = 0.584
Indicated Premium Adjustment (Agg Loss Ratio / Expected Loss Ratio - 1) = -7.5%

Total # of claims 310
Credibility [sqrt (# of claims / 1082)] = 0.535
Credibility Complement Loss Ratio (Expected Loss Ratio) 0.584
Credibility Weighted Loss Ratio
[Agg Loss Ratio * Credibility + Complement Loss Ratio * (1 - Credibility)] = 0.560
Credibility Weighted Indicated Change
[Credibility Weighted Loss Ratio / Expected Loss Ratio - 1] = -4.1%

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**Factor to Current Rate Level
Arkansas
Product BASICS+ACV**

Rate History

<u>Effective Date</u>	<u>All Covers</u>
8/1/2008	0.963
3/1/2006	1.008
8/1/2004	1.100

Yearly Cumulative Rate Change Factors

<u>Premium Earned</u>	<u>All Covers</u>
8/1/08 to present	1.000
3/1/06 to 7/31/08	0.963
8/1/04 to 2/28/06	0.971
10/15/02 to 7/31/04	1.068

Earned Premium Weights for

<u>Year Ending</u>	<u>Rate Level</u>	<u>Earned Premium Weight</u>
1/1/04 to 12/31/04	8/1/04 to 2/28/06	0.087
1/1/05 to 12/31/05	3/1/06 to 7/31/08 8/1/04 to 2/28/06	0.000 0.829
1/1/06 to 12/31/06	3/1/06 to 7/31/08 8/1/04 to 2/28/06	0.349 0.651
1/1/07 to 12/31/07	3/1/06 to 7/31/08	0.984
1/1/08 to 12/31/08	8/1/08 to present 3/1/06 to 7/31/08	0.087 0.913

Premium Adjustment Factors

<u>Year Ending</u>	<u>All Covers</u>
1/1/04 to 12/31/04	1.059
1/1/05 to 12/31/05	0.987
1/1/06 to 12/31/06	0.968
1/1/07 to 12/31/07	0.963
1/1/08 to 12/31/08	0.966

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FOREMOST INSURANCE COMPANY

Arkansas

BASICS

Section C - Explanatory Material

Development of Current Cost Factors (CCF) and Trended Cost Factors (TCF)

Quarter Ending June, 2008

PART A: Establishment of quarterly averages for the Houses Under Construction Constant Quality Price Index (CQPI), U.S. Census Bureau (CQPI Base: 2005 = 100)

Month	2005		2006		2007	
	CQPI	3 Mo Avg.	CQPI	3 Mo Avg.	CQPI	3 Mo Avg.
7	100.7		105.4		106.4	
8	100.8		105.9		106.6	
9	101.2	100.9	106.9	106.1	106.7	106.6
10	101.8		107.3		106.7	
11	102.8		107.5		106.2	
12	104.0	102.9	107.8	107.5	105.8	106.2

Month	2006		2007		2008	
	CQPI	3 Mo Avg.	CQPI	3 Mo Avg.	CQPI	3 Mo Avg.
1	104.4		107.9		105.1	
2	104.7		108.1		104.9	
3	105.6	104.9	108.4	108.1	104.2	104.7
4	105.7		108.0		103.9	
5	105.9		106.8		103.1	
6	105.8	105.8	106.3	107.0	102.7	103.2

PART B: Use of average annual CQPI and CPI-U values to calculate current cost factors (CCF).

**Current Cost Factors
Based on Average CQPI Values
For the Quarter Ending June 30, 2008**

Year	2nd Qtr		Cal. Year Avg.		CCF
1996	103.2	+	68.6	=	1.50
1997	103.2	+	70.6	=	1.46
1998	103.2	+	72.5	=	1.42
1999	103.2	+	72.7	=	1.42
2000	103.2	+	75.9	=	1.36
2001	103.2	+	79.7	=	1.29
2002	103.2	+	81.7	=	1.26
2003	103.2	+	85.9	=	1.20
2004	103.2	+	93.1	=	1.11
2005	103.2	+	100.0	=	1.03
2006	103.2	+	106.0	=	0.97
2007	103.2	+	107.0	=	0.96
2008	103.2	+	104.0	=	0.99

