

SERFF Tracking Number: ARMD-125192353 State: Arkansas
Filing Company: Armed Forces Insurance Exchange State Tracking Number: #139436 \$25
Company Tracking Number: AR-HO-3I-07-2
TOI: 04.0 Homeowners Sub-TOI: 04.0000 Homeowners Sub-TOI Combinations
Product Name: Homeowner
Project Name/Number: Arkansas Identity Fraud; Restricting Endorsement/AR-HO-3I-07-2

Filing at a Glance

Company: Armed Forces Insurance Exchange

Product Name: Homeowner

TOI: 04.0 Homeowners

Sub-TOI: 04.0000 Homeowners Sub-TOI
Combinations

Filing Type: Rate

SERFF Tr Num: ARMD-125192353 State: Arkansas

SERFF Status: Closed

Co Tr Num: AR-HO-3I-07-2

Co Status: Ready for Proof

Authors: Kimberly McMillan, Julie
Zule, Tama Brzustowicz

Date Submitted: 06/13/2008

State Tr Num: #139436 \$25

State Status: Fees verified and
received

Reviewer(s): Becky Harrington,
Betty Montesi

Disposition Date: 06/18/2008

Disposition Status: Filed

Effective Date Requested (New): 08/04/2008

Effective Date Requested (Renewal): 09/22/2008

Effective Date (New): 08/04/2008

Effective Date (Renewal):
09/22/2008

State Filing Description:

General Information

Project Name: Arkansas Identity Fraud; Restricting Endorsement

Project Number: AR-HO-3I-07-2

Reference Organization: Insurance Services Office, Inc.

Reference Title: Arkansas Homeowners Revised Advisory Prospective

Loss Costs Available for Use; Homeowner 2000 Identity Fraud Expense

Coverage Additional Rule Introduced

Filing Status Changed: 06/18/2008

State Status Changed: 06/18/2008

Corresponding Filing Tracking Number: AR-HO-4I-07-3

Filing Description:

Armed Forces Insurance Exchange is an ISO subscriber. The purpose of this filing is to:

Status of Filing in Domicile: Not Filed

Domicile Status Comments:

Reference Number: HO-2006-RLA1; HO-2002-
RIF02

Advisory Org. Circular:

Deemer Date:

1. Introduce an Identity Fraud Expense Coverage rule and rate based on the aforementioned ISO Referenced filings.

<i>SERFF Tracking Number:</i>	<i>ARMD-125192353</i>	<i>State:</i>	<i>Arkansas</i>
<i>Filing Company:</i>	<i>Armed Forces Insurance Exchange</i>	<i>State Tracking Number:</i>	<i>#139436 \$25</i>
<i>Company Tracking Number:</i>	<i>AR-HO-3I-07-2</i>		
<i>TOI:</i>	<i>04.0 Homeowners</i>	<i>Sub-TOI:</i>	<i>04.0000 Homeowners Sub-TOI Combinations</i>
<i>Product Name:</i>	<i>Homeowner</i>		
<i>Project Name/Number:</i>	<i>Arkansas Identity Fraud; Restricting Endorsement/AR-HO-3I-07-2</i>		

The rate was calculated using our currently filed multiplier of 1.4008. This multiplier was approved in our previous filing AR-HO-3I-05-1, effective 16 May 2005.

2. File our independent modifications to ISO Rule 209. Restriction of Individual Policies.

3. Submit revised manual pages and corresponding page checklist.

There is no rate impact on our current book of business resulting from these actions.

This filing is submitted under the 'File and Use' provisions of Arkansas Insurance Laws, § 23-67-211 and, will be applicable to all policies written on or after 4 August 2008.

Company and Contact

Filing Contact Information

Kimberly McMillan, Supervisor, Regulatory Compliance	regcomp@afi.org
550 Eisenhower Rd	(800) 828-7732 [Phone]
Leavenworth, KS 66048	(800) 664-9320[FAX]

Filing Company Information

Armed Forces Insurance Exchange	CoCode: 41459	State of Domicile: Kansas
550 Eisenhower Rd	Group Code:	Company Type: P&C
Leavenworth, KS 66048	Group Name:	State ID Number:
(800) 828-7732 ext. [Phone]	FEIN Number: 48-0933281	

Filing Fees

Fee Required?	Yes
Fee Amount:	\$25.00
Retaliatory?	No
Fee Explanation:	Per phone discussion with Ms. Harrington on 9 June, 2008, this is an independent rule filing requiring \$25.00 fee.
Per Company:	No

SERFF Tracking Number: ARMD-125192353 State: Arkansas
Filing Company: Armed Forces Insurance Exchange State Tracking Number: #139436 \$25
Company Tracking Number: AR-HO-3I-07-2
TOI: 04.0 Homeowners Sub-TOI: 04.0000 Homeowners Sub-TOI Combinations
Product Name: Homeowner
Project Name/Number: Arkansas Identity Fraud; Restricting Endorsement/AR-HO-3I-07-2

COMPANY	AMOUNT	DATE PROCESSED	TRANSACTION #
Armed Forces Insurance Exchange	\$0.00	06/13/2008	

CHECK NUMBER	CHECK AMOUNT	CHECK DATE
B0000139436	\$25.00	06/13/2008

SERFF Tracking Number: ARMD-125192353 State: Arkansas
Filing Company: Armed Forces Insurance Exchange State Tracking Number: #139436 \$25
Company Tracking Number: AR-HO-3I-07-2
TOI: 04.0 Homeowners Sub-TOI: 04.0000 Homeowners Sub-TOI Combinations
Product Name: Homeowner
Project Name/Number: Arkansas Identity Fraud; Restricting Endorsement/AR-HO-3I-07-2

Correspondence Summary

Dispositions

Status	Created By	Created On	Date Submitted
Filed	Becky Harrington	06/18/2008	06/18/2008

SERFF Tracking Number: ARMD-125192353 *State:* Arkansas
Filing Company: Armed Forces Insurance Exchange *State Tracking Number:* #139436 \$25
Company Tracking Number: AR-HO-3I-07-2
TOI: 04.0 Homeowners *Sub-TOI:* 04.0000 Homeowners Sub-TOI Combinations
Product Name: Homeowner
Project Name/Number: Arkansas Identity Fraud; Restricting Endorsement/AR-HO-3I-07-2

Disposition

Disposition Date: 06/18/2008

Effective Date (New): 08/04/2008

Effective Date (Renewal): 09/22/2008

Status: Filed

Comment:

Rate data does NOT apply to filing.

SERFF Tracking Number: ARMD-125192353 State: Arkansas
 Filing Company: Armed Forces Insurance Exchange State Tracking Number: #139436 \$25
 Company Tracking Number: AR-HO-3I-07-2
 TOI: 04.0 Homeowners Sub-TOI: 04.0000 Homeowners Sub-TOI Combinations
 Product Name: Homeowner
 Project Name/Number: Arkansas Identity Fraud; Restricting Endorsement/AR-HO-3I-07-2

Item Type	Item Name	Item Status	Public Access
Supporting Document	Form RF-1 NAIC Loss Cost Data Entry Document--All P&C Lines		Yes
Supporting Document	Uniform Transmittal Document-Property & Casualty	Filed	Yes
Supporting Document	HPCS-Homeowners Premium Comparison Survey		Yes
Supporting Document	NAIC Loss Cost Filing Document for OTHER than Workers' Comp		Yes
Rate	Page HO-E-3 AFI	Filed	Yes
Rate	Page HO-E-4 AFI	Filed	Yes
Rate	Page HO-E-15 AFI	Filed	Yes
Rate	Page HO-R-12 AFI	Filed	Yes
Rate	Manual Page Checklist	Filed	Yes

SERFF Tracking Number: ARMD-125192353 *State:* Arkansas
Filing Company: Armed Forces Insurance Exchange *State Tracking Number:* #139436 \$25
Company Tracking Number: AR-HO-3I-07-2
TOI: 04.0 Homeowners *Sub-TOI:* 04.0000 Homeowners Sub-TOI Combinations
Product Name: Homeowner
Project Name/Number: Arkansas Identity Fraud; Restricting Endorsement/AR-HO-3I-07-2

Rate Information

Rate data does NOT apply to filing.

SERFF Tracking Number: ARMD-125192353 State: Arkansas
 Filing Company: Armed Forces Insurance Exchange State Tracking Number: #139436 \$25
 Company Tracking Number: AR-HO-3I-07-2
 TOI: 04.0 Homeowners Sub-TOI: 04.0000 Homeowners Sub-TOI Combinations
 Product Name: Homeowner
 Project Name/Number: Arkansas Identity Fraud; Restricting Endorsement/AR-HO-3I-07-2

Rate/Rule Schedule

Review Status:	Exhibit Name:	Rule # or Page #:	Rate Action	Previous State Filing Number:	Filing Attachments
Filed	Page HO-E-3 AFI	Rule 209.	Replacement	AR-HO-3I-03-1	Manual Page HO-E-3, AR-HO-3I-07-2.pdf
Filed	Page HO-E-4 AFI		Replacement	AR-HO-3I-05-1	Manual Page HO-E-4, AR-HO-3I-07-2.pdf
Filed	Page HO-E-15 AFI	Add'l Rule	Replacement	AR-HO-3I-05-1	Manual Page HO-E-15, AR-HO-3I-07-2.pdf
Filed	Page HO-R-12 AFI	Add'l Rule	Replacement	AR-HO-3I-05-1	Manual Page HO-R-12, AR-HO-3I-07-2.pdf
Filed	Manual Page Checklist		Replacement	AR-HO-3I-05-1	Manual Page Checklist, AR-HO-3I-07-2.pdf

ADDITIONS TO THE HOMEOWNERS POLICY PROGRAM MANUAL EXCEPTION PAGE (CONT)

RULE 202. CHANGES OR CANCELLATIONS

Item A. is deleted and the following substituted:

- A. It shall not be permissible to cancel any of the mandatory coverages in the policy, except Coverage C as provided for in General Rule 103. as modified above, unless the entire policy is cancelled.

RULE 204. MULTIPLE COMPANY INSURANCE

This rule is deleted.

RULE 206. TRANSFER OR ASSIGNMENT

Item B. of General Rule 206. is deleted and the following substituted:

- B. Assignment from one insured to another in the event of transfer of title of the dwelling is made except if the new titleholder is not eligible for participation in this Company's insurance program, the policy may be kept in full force and effect only until the normal expiration or renewal date of the policy.

**** RULE 209. RESTRICTION OF INDIVIDUAL POLICIES

This rule is deleted and the following substituted:

- A. General Restriction

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

Use Endorsement – HO AF 45 – Restricting Endorsement

- B. Additional Requirements

Endorsement HO AF 45:

1. Shall be signed by the named insured(s);
2. Shall remain in effect for the term of the policy, and for each renewal, reinstatement, substitute, modified, replacement or amended policy, unless discontinued by the insurer.

RULE 301. BASE PREMIUM COMPUTATION

Sub items A.1.d. and A.2.c. are deleted and the following substituted:

- 1.d. Multiply this result by the Protection-Construction Classification Factor and round again to the nearest whole dollar.

Multiply that amount by the appropriate Rating Classification Factor and round again to the nearest whole number to arrive at the Key Premium.

- 2.c. Multiply the Base Class premium by the Protection Construction Classification Factor and round to the nearest whole dollar.

Multiply that amount by the appropriate Rating Classification Factor and round again to the nearest whole number to arrive at the Key Premium.

ADDITIONS TO THE HOMEOWNERS POLICY PROGRAM MANUAL EXCEPTION PAGE (CONT)

RULE 302. LOSS SETTLEMENT OPTIONS

Item C. is deleted.

RULE 303. ORDINANCE OR LAW COVERAGE

Item B.2.a. is deleted and the following substituted:

2. Premium

a. Forms HO 00 02 and 03

To develop the BASE PREMIUM multiply the premium computed in accordance with Rule 301. by the appropriate factor below.

Percentage of Coverage A		
Increase in Amount	Total Amount	Factors
15%	25%	1.03
40%	50%	1.07
65%	75%	1.11
90%	100%	1.15
For each add'l 25% increment, add:		.04

RULE 403. PERSONAL PROPERTY (COVERAGE C) – REPLACEMENT COST COVERAGE

Item A. of this rule is deleted and the following substituted:

A. All Forms except HO 00 06

The premium to extend the limit of liability for Coverage C to equal Coverage A and include Replacement Cost Coverage is computed by multiplying the BASE PREMIUM, including any premium adjustment for Coverage C limits in excess of 100% of Coverage A by the factor below:

1.15

Form HO 00 06

The premium to extend the limit of liability for Coverage C to include Replacement Cost Coverage is computed by multiplying the BASE PREMIUM by the factor below:

1.35

RULE 404. PROTECTIVE DEVICES

The word “to” and the 1.00 factor which is displayed for a type of installation are deleted.

RULE 405. INFLATION GUARD – ALL FORMS EXCEPT HO 00 04 AND HO 00 06

This rule is deleted.

ADDITIONS TO THE HOMEOWNERS POLICY PROGRAM MANUAL EXCEPTION PAGE (CONT)

ADDITIONAL RULE(S)

HOME BUSINESS INSURANCE COVERAGE

This rule is deleted.

BUILDING CODE EFFECTIVENESS GRADING SCHEDULE

This rule is deleted.

**** IDENTITY FRAUD EXPENSE COVERAGE

A. Coverage Description

When the optional Identity Fraud Expense Coverage endorsement is attached to the policy, \$15,000 of coverage is available to pay for expenses incurred by an insured as a direct result of any one identity fraud first discovered or learned of during the policy period. Such expenses include the costs for notarizing fraud affidavits or similar documents; certified mail sent to law enforcement, financial institutions and credit agencies; lost income resulting from time taken off work to meet with or talk to law enforcement or credit agencies; loan application fees for re-applying for a loan when the application is rejected solely because the lender received incorrect credit information; and reasonable attorney's fees incurred to defend lawsuits brought against the insured and to remove criminal or civil judgments.

B. Limits of Liability

Up to \$15,000 coverage will be provided for the identity fraud of an insured discovered or first learned of during the policy period.

C. Premium Computation

Refer to rate pages for additional charge.

D. Endorsement

1. Use Identity Fraud Expense Coverage Endorsement HO 04 55.
2. This endorsement provides complete details on coverages, definitions and additional policy conditions applicable to this coverage.

ARMED FORCES INSURANCE EXCHANGE
 HOMEOWNERS POLICY PROGRAM MANUAL
 RATE PAGE

ARKANSAS (03)

ADDITIONAL RULE(S)

PROPERTY REMEDIATION COVERAGE FOR ESCAPED LIQUID FUEL AND LIMITED LIABILITY
 COVERAGE FOR ESCAPED LIQUID FUEL AND LEAD POISONING

	<u>FORM</u>	<u>CREDIT</u>
A. Premium Credit	All except HO 00 06	\$ 9.08
	HO 00 06	\$ 1.60

B. Premium Charges

1. Escaped Liquid Fuel Remediation Coverage

Liquid Fuel Risk Class Number	Limit of Liability		
	\$25,000	\$50,000	\$100,000
100	26.84	68.32	133.71
200	8.95	22.78	44.57

2. Lead and Escaped Liquid Fuel Liability Coverage

a. No Insured Location Has Home Day Care Business

Lead Risk Class Number	Liquid Fuel					
	Risk Class 100		Risk Class 200		Risk Class 300	
	\$100,000	\$300,000	\$100,000	\$300,000	\$100,000	\$300,000
500	46.02	101.26	19.92	37.35	13.41	21.36
600	39.31	90.58	13.22	26.66	6.70	10.67
700	39.31	90.58	13.22	26.66	6.70	10.67

b. One or More Insured Locations Have a Home Day Care Business

Multiply the premium charge selected in B.2.a. by a factor of 2.00.

**** IDENTITY FRAUD EXPENSE COVERAGE

C. Premium Computation

Limit of Liability \$15,000..... \$ 21.00

PAGE CHECKLIST

We have revised and/or reformatted the following pages: HO-E-3 AFI thru HO-E-4 AFI, HO-E-15 AFI, and HO-R-12 AFI

After updating this rate manual, it should contain General Rules Revision Notice HO-MU-94-RU-1 and MH-MU-94-RU-1 in addition to the following pages:

STATE RULE PAGES:

HO-E-1	6th Edition
HO-E-2 thru HO-E-3	5th Edition
HO-E-4	4th Edition
HO-E-5 thru HO-E-8	3rd Edition
HO-E-9	2nd Edition
HO-E-10	1st Edition
HO-E-1 AFI thru HO-E-2 AFI	AR-HO-3I-03-1
HO-E-3 AFI thru HO-E-4 AFI	AR-HO-3I-07-2
HO-E-5 AFI thru HO-E-14 AFI	AR-HO-3I-05-1
HO-E-15 AFI	AR-HO-3I-07-2
HO-T-1 AFI	AR-HO-3I-98-1
HO-T-1	2nd Edition
HO-T-2	3rd Edition
HO-T-3	2nd Edition
HO-T-4	1st Edition
HO-T-5 thru HO-T-9	2nd Edition
HO-T-10	3rd Edition

STATE RATE PAGES:

HO-B-1	1st Edition
HO-B-2 AFI	AR-HO-3I-05-1
HO-C-1 AFI	AR-HO-3I-05-1
HO-C-2 AFI	AR-HO-3I-03-1
HO-R-1	AR-HO-3I-00-2
HO-R-2 AFI thru HO-R-10 AFI	AR-HO-3I-05-1
HO-R-11 AFI	AR-HO-3I-00-2
HO-R-12 AFI	AR-HO-3I-07-2

MOBILEHOME PAGES:

MH-E-1	2nd Edition
MH-E-1 AFI thru MH-E-2 AFI	AR-HO-3I-05-1
MH-R-1 AFI	AR-HO-3I-05-1

SERFF Tracking Number: ARMD-125192353 State: Arkansas
Filing Company: Armed Forces Insurance Exchange State Tracking Number: #139436 \$25
Company Tracking Number: AR-HO-3I-07-2
TOI: 04.0 Homeowners Sub-TOI: 04.0000 Homeowners Sub-TOI Combinations
Product Name: Homeowner
Project Name/Number: Arkansas Identity Fraud; Restricting Endorsement/AR-HO-3I-07-2

Supporting Document Schedules

Satisfied -Name: Uniform Transmittal Document-
Property & Casualty

Review Status:
Filed 06/18/2008

Comments:

Attachment:

PC-TD-1 AR-HO-3I-07-2.pdf

Property & Casualty Transmittal Document—

20.	This filing transmittal is part of Company Tracking #	AR-HO-3I-07-2
21.	Filing Description	[This area can be used in lieu of a cover letter or filing memorandum and is free-form text]

Armed Forces Insurance Exchange is an ISO subscriber. The purpose of this filing is to:

1. Introduce an Identity Fraud Expense Coverage rule and rate.

We are introducing a new Identity Fraud Expense Coverage Additional Rule and corresponding rate.

Our new Additional Rule reflects the content of the approved ISO HO 2000 Series Manual Additional Rule A. found in ISO Filing Designation Number HO-2002-RIF02. This Additional Rule specifies that when endorsement HO 04 55 is attached to a policy, \$15,000 of insurance is available to pay for expenses incurred as a result of the identity fraud of an insured.

We have added a corresponding rate for the Identity Fraud Expense Coverage option to the rate pages of our manual. This rate is based on HO-2006-RLA1. There is no rate impact on our current book of business.

2. File our independent modifications to ISO Rule 209. Restriction of Individual Policies.

We are filing to independently modify ISO Rule 209, "Restriction of Individual Policies" for clarification purposes only. We have expanded this rule to note that our Restricting Endorsement HO AF 45:

- a) Must be signed by the named insured(s), and
- b) Shall remain in effect for the term of the policy, and for each renewal, reinstatement, substitute, modified, replacement or amended policy, unless discontinued by the insurer.

There is no premium or coverage revision associated with this rule change. As a result, this change should have no impact on current policyholders.

3. Submit revised manual pages and corresponding page checklist.

There are no premium revisions associated with any of the form changes outlined above.

22.	Filing Fees (Filer must provide check # and fee amount if applicable) [If a state requires you to show how you calculated your filing fees, place that calculation below]
Check #: Amount:	
Refer to each state's checklist for additional state specific requirements or instructions on calculating fees.	

***Refer to the each state's checklist for additional state specific requirements (i.e. # of additional copies required, other state specific forms, etc.)