

# Planned 2022 Product/Rule Changes

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## Changes to Rules and Applications:

- **Business Use** - expand described types of ineligible business use to include:
  - not for profit
  - animal or other attractions
  - media production
  - care of adults
- **Farm Eligibility** - clarify that commercial farming and ranching are not eligible, use of the dwelling must be personal or incidental
- **Adult Day Care, Adult Family Care Home, Assisted Living Facilities** - clarify that any business use that includes adults care is not eligible
- **Day Care Rule** - simplify rule to reference state licensing requirements rather than restating them and clarify types of eligible use
- **Exotic Animals** - clarify rule by adding description of exotic animals, including venomous reptiles, other non-domesticated or inherently dangerous animals, and referencing the list of exotic animals defined by Florida Administrative Code and used by Florida Fish and Wildlife Commission
- **Material Misrepresentation, Arson, and Fraud Rule** – adding *convicted* or *pleaded no contest* in addition to *cancelled* in the application questions for Arson and Fraud. Align the timeline to 15 years for all types.
- **SB76 Update**- Add schedule of annual glide path rate changes
- **Eligibility**-Update to reference offer of coverage from “any” authorized insurer instead of “an” authorized insurer.

## Highlights of Coverage Form Changes:

- Expand the scope of Actual Cash Value calculation to include labor, overhead and profit, taxes, fees, etc.
- Introduce language requiring that the insured must incur the cost for matching undamaged items that are included in the claim estimate before payment will be made for those items.
- Introduce a policy exclusion in Homeowners products that coverage for theft, vandalism, liability and loss of rental income are excluded for home-sharing services completed via an online platform.
- Expand exclusion for criminal or intentional acts, misrepresentation or failure to cooperate to include those acts that occur under the direction or with the awareness of the insured.
- Expand liability and medical payments exclusions to include trampolines, skateboard ramps, empty pools, drones, hobby aircraft, sexual misconduct, bullying, illegal substances including cannabis and other similar extra-hazardous items, illegal conditions or conduct.
- Updates to policy internal sub-limits and exclusions to exclude or limit coverage for drones, cyber currency, Non-fungible tokens (NFT), hobby aircraft, property in a storage unit and other similar items. Update covered and excluded items to align with ISO/industry.
- General updates to all contract to better align with ISO, private market and to improve consistency across products.