

## 23<sup>rd</sup> General Lines Study Manual Updates and Revisions

Page numbers refer to hard copy 22<sup>nd</sup> edition (HC) and Word document(W) only for DFS.

1. P. 61 Unit 4.2 Switched 7 and 8 so they will be in the same order as the HO ISO policy.
2. P. 61 Unit 4.2 #9 changed \$500 to \$1,500. ISO HO-2011.
3. P. 61 Unit 4.2 Deleted #11 No longer in ISO HO-2011 policy.
4. P. 131 Unit 8.3. Optional Coverages, corrected bullets. Should be beside Accounts Receivable, Valuable Papers, and Forgery.
5. P. 134 unit 9.2 Under Corporate Officers. Add the following after..exemption allowed”.  
“Effective July 1, 2013 non-construction Limited Liability Company (LLC) members are now included as employees and may elect to file exemption. FS 440.02(9) FS 440.05
6. P. 60 Unit 4.2. Changed #3 from “ used solely to service an insured’s residence “ to “used solely to service a residence.”
7. P. 67. Unit 4.5 #10 Deleted “A deductible of \$500 applies separately to the golf cart.....” Its just a AOP (all other perils deductible) The endorsement doesn’t have a place to list the deductible Replaced the deleted line with “We will pay only that part of the total of all loss payable that exceeds \$500.” HO 05 28
8. P. 68 Unit 4.7 corrected (1) three-or four family dwellings should say “one to four family dwellings”
9. P. 76 Unit 4.9 Revised “ \$500 damage to property of others “ to \$1,000.
10. P. 58 Unit 4.1 Fifth paragraph, deleted, ....” which then automatically covers the trust.” and replace with “A trust can be a named insured on a homeowners policy by adding endorsement HO 06 15 Trust Endorsement.
11. P. 229 Unit 17. Update 626.752 to exempts Citizens from “exchange of business”.
12. P. 185 Unit 16.2 Update to include HO-8 for Citizens. 2<sup>nd</sup> paragraph. Need to discuss at ERW:  
Should I put in manual the new law stating personal residential is being reduced from 2 million to 1 million then reduced by 100,000 (see new 2013 legislative summary)
13. P. 37. Unit 3.1 Top of page deleted “a bond” and put. ...or obtain a certificate of deposit in the amount of #30,000 cash that guarantees....”. FS. 324.031 FS. 324.161
14. P. 37. Unit 3.1 Deleted “or securities” from third paragraph. FS 324.031 FS. 324.161
15. Revised edition to twenty-third on first page.
16. Update the date on the memo on second page to November 2013.
17. P. 215. Unit 17. Updated 626.2815 to reflect section effective October 2014 concerning the 5 hour required course.
18. P. 185. Unit 16.2. Corrected spelling of property on p. 185 second paragraph from bottom
19. P. 50 Unit 3.8 . Expanded for clarification of the new UM law. After first paragraph after #6 add”  
The signing of the form by the named insured, whether it’s a selection or rejection, is assumed for all insureds. FS 627.727
20. P. 128 Unit 8.3. #4. Corrected to state 25% of annual gross sales.
21. P. 173 second paragraph, actual LOST profits, should be loss
22. p. 186 HC p. 183 W- Added the word “authorized” 2<sup>nd</sup> paragraph under 16.3.

23. p. 195 HC Deleted reference to IIABA Code of Conduct PDF
24. p.28 HC Amended the following to 2.6 Property Insurance Concepts-Deductibles

Certain types of insurance are written with percentage deductibles. A percentage deductible requires a deduction from the loss of a percentage of the value of the property or a percentage of the policy limits. In Florida, in addition to the all other perils deductible, property policies usually are written subject to a separate hurricane deductible of two, three, five or ten percent of the Coverage A limit.

25. p.33-34 HC Revised second paragraph and last paragraph under 2.9 to read:

Insureds are not permitted to profit by intentionally causing damage to their own property.

Summarizing, s. 627.409, Florida Statutes, makes application information representations rather than warranties, and provides clear criteria for when a misrepresentation or concealment will have legal effect.

26. p.39 HC Revised 3.2 No-Fault-Nonresidents to read:

Nonresidents, who may not be required to register their vehicles in Florida, are subject to the law if any defined motor vehicle which has been physically present in Florida for more than 90 of the preceding 365 days. The 90 days do not have to be consecutive.

27. p. 42 HC Changed private family exposure to personal exposure.
28. p. 45 HC Under 3.6 Part A-Liability Coverage #4 revised to read :

4. When a claim is made against one who is an insured, for an occurrence wherein there is policy coverage, the insurer "becomes the insured's defense lawyer." In other words, if a suit is filed against an insured by another party, the insurer cannot take a hands-off position. With this duty to defend, the insurer also has the right to settle claims in a manner it deems to be most advantageous.

29. P.50 HC Under 3.8 Part C Uninsured Motorists #4 revised to read:

4. Under the non-stacked form, a family member is not insured for UM coverage while occupying any vehicle owned by the named insured which is insured under another policy. The UM available would be the amount of coverage on that particular vehicle.

30. P. 55 HC Under 3.13 Miscellaneous Florida Automobile Laws last paragraph under Cancellation , Nonrenewal now reads:

As provided by F.S. 627.7283, if the insured cancels a policy of motor vehicle insurance, the insurer must return the unearned portion of any premium paid within 30 days of receipt of the notice of cancellation. If the insurer cancels the policy they must mail the unearned premium within 15 days after the effective date of cancellation.

31. P. 63 HC Under 4.2 Section I Property Coverages-Conditions second paragraph now reads:

Some limitations on replacement cost adjustments are: (1) although they may be a part of the buildings, ACV applies to awnings, carpeting, appliances, outdoor antennas and outdoor equipment; (2) to receive replacement cost, the insured must notify the company of intent to replace within 180 days; (3) the option is granted to take an ACV adjustment and later claim the difference between the ACV and replacement cost, if intent of such planned action is made to the company within 180 days after loss. However, Florida Statute 627.7011 requires that when property insured for replacement cost is deemed a total loss, the full replacement cost without reservation or holdback of depreciation must be paid.

32. P. 198 HC Under 17.3 Insurance Discounts For Wind Mitigation-Background , second paragraph now reads:

In order to take advantage of the discounts, most homeowners will need a licensed professional (general, residential or building contractor, building inspector, registered architect, engineer or certified building code official) to inspect the home to identify potential mitigation measures and legally verify improvements. In 2006 the Florida Legislature enacted a law establishing within the Department of Financial Services the Florida Comprehensive Hurricane Damage Mitigation Program. This program provided assistance to Floridians on how they could strengthen their homes against hurricanes and reduce hurricane damage exposure. Eligible homeowners were able to apply for a free inspection through the new Florida Comprehensive Hurricane Damage Mitigation Program. However, this program has ended.