



MEMORANDUM

DATE: September 19, 2001
TO: All Agents
RE: **Misc. Topics**

New Residential Rates

Effective November 1, 2001, Texas Windstorm Insurance Association (T.W.I.A.) residential rates will increase **18.4%** for the 14 coastal counties involving territories 8, 9, & 10 in the catastrophe designated area of Texas. Property in territory 1 (Harris County) area that is within the catastrophe designated zone* is increasing **12.8%**.

*To be considered eligible property in the catastrophe designated zone of Harris County the property must be:

- Inside the city limits and
- East of Highway 146 in one of the following municipalities:
 - Seabrook
 - LaPorte
 - Morgan's Point
 - Shore Acres
 - Pasadena

Replacement dwelling and household goods premium charts for the Instructions and Guidelines manual are attached. Please be sure to remit the required amount of premium when submitting an application affected by this change in rates.

Mail Service Companies

Mail that is date-stamped by Mail Boxes Etc, Mail Depot, Lonestar Direct, and other similar mail services **DOES NOT qualify as hand-cancelled mail**. The Texas Windstorm Insurance Association (T.W.I.A.) Plan of Operation specifies in part that new or increased coverage will be effective the date the application is mailed if..."**sent by regular mail that is hand-cancelled by the United States Postal Service.**" Therefore, applications sent in an envelope dated by a mail service cannot have an effective date prior to the date received in T.W.I.A.'s office. If an insured needs coverage bound immediately, the application will need to be sent one of four ways prescribed in the Plan:

- Regular mail that is hand-cancelled by the United States Postal Service
- Certified mail
- Registered mail
- United States Postal Service Express Mail

The effective date can become an important issue should a loss occur, so be sure to properly mail all items that involve new or increased coverage on T.W.I.A. policies.

Texas Windstorm Insurance Association

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**DWELLING BUILDING AND HOUSEHOLD GOODS (TERRITORY 1)
 MODIFIED EXTENDED COVERAGE PREMIUMS
 (Rates for 1% Deductible) (\$100 Minimum)**

AMOUNT OF INSURANCE	DWELLING CHART 1A 80% COINSURANCE REQUIRED			HOUSEHOLD GOODS CHART 1B		
	FRAME	BV	BRICK	FRAME	BV	BRICK
1,000	7	6	5	2	2	2
1,500	9	8	6	4	4	3
2,000	13	11	9	4	4	3
2,500	15	11	9	6	4	3
3,000	16	13	11	6	5	5
3,500	18	15	13	6	5	5
4,000	18	15	13	8	5	5
5,000	22	19	16	8	5	5
6,000	24	21	17	8	7	6
7,000	26	23	19	9	7	6
7,500	27	23	19	9	7	6
8,000	29	24	20	11	9	8
9,000	33	28	23	11	9	8
10,000	37	32	27	13	11	9
11,000	40	34	28	15	11	9
12,000	44	38	31	15	13	11
13,000	48	40	33	17	14	12
14,000	51	43	36	19	14	12
15,000	55	47	39	19	16	14
16,000	59	49	41	21	16	14
17,000	62	53	44	23	18	15
18,000	66	56	47	23	20	17
19,000	70	58	48	24	20	17
20,000	73	62	52	26	22	18
21,000	77	66	55	26	22	18
22,000	81	68	56	28	24	20
23,000	84	71	59	30	25	21
24,000	88	75	63	32	25	21
25,000	92	77	64	32	27	23
26,000	95	81	67	34	27	23
27,000	99	85	70	36	29	24
28,000	103	87	72	36	31	26
29,000	106	90	75	38	31	26
30,000	110	94	78	39	33	27
35,000	128	109	91	45	38	32
40,000	147	124	103	53	43	37
45,000	165	139	116	58	49	41
50,000	183	156	130	66	54	46
55,000	200	171	142	71	58	49
60,000	218	186	155	77	63	53
65,000	236	201	167	84	69	58
70,000	255	218	181	90	74	63
75,000	273	233	194	98	80	67
80,000	291	248	206	103	85	72
85,000	310	263	219	111	90	76
90,000	328	280	233	116	96	81
95,000	346	295	245	124	101	86
100,000	365	310	258	129	107	90
EACH ADD'L						
\$1,000	3.65	3.1	2.58	1.29	1.07	0.9

** TO OBTAIN PREMIUMS OTHER THAN 1% DEDUCTIBLE, REFER TO DEDUCTIBLE ADJUSTMENT PERCENTAGE SCHEDULE

DWELLING BUILDING AND HOUSEHOLD GOODS (TERRITORIES 8, 9 & 10)
MODIFIED EXTENDED COVERAGE PREMIUMS
(Rates for 1% Deductible) (\$100 Minimum)

DWELLING CHART 1A **HOUSEHOLD GOODS CHART 1B**
80% COINSURANCE REQUIRED

AMOUNT OF INSURANCE	FRAME A			FRAME		
	& S	BV	BRICK	A & S	BV	BRICK
1,000	12	9	7	3	3	2
1,500	14	12	10	6	6	5
2,000	20	18	15	6	6	5
2,500	23	18	15	9	6	5
3,000	26	21	17	9	9	7
3,500	29	24	20	9	9	7
4,000	29	24	20	12	9	7
5,000	35	30	25	12	9	7
6,000	37	33	27	12	12	10
7,000	40	36	30	15	12	10
7,500	43	36	30	15	12	10
8,000	46	39	32	18	15	12
9,000	52	45	37	18	15	12
10,000	58	51	42	21	18	15
11,000	63	54	45	24	18	15
12,000	69	60	50	24	21	17
13,000	75	63	52	27	24	19
14,000	81	69	57	29	24	19
15,000	86	75	62	29	27	22
16,000	92	78	65	32	27	22
17,000	98	84	70	35	30	24
18,000	104	90	75	35	33	27
19,000	109	93	77	38	33	27
20,000	115	99	82	41	36	29
21,000	121	105	87	41	36	29
22,000	127	108	90	44	38	32
23,000	132	114	95	47	41	34
24,000	138	120	100	50	41	34
25,000	144	123	102	50	44	37
26,000	150	129	107	53	44	37
27,000	155	135	112	56	47	39
28,000	161	138	115	56	50	41
29,000	167	144	120	59	50	41
30,000	173	150	125	62	53	44
35,000	202	174	145	71	62	51
40,000	230	198	165	83	71	58
45,000	259	222	185	91	80	66
50,000	288	249	207	103	89	73
55,000	314	274	227	112	95	78
60,000	343	298	247	121	104	85
65,000	371	322	267	133	113	93
70,000	400	349	290	142	121	100
75,000	429	373	310	153	130	107
80,000	458	397	329	162	139	115
85,000	487	421	349	174	148	122
90,000	515	448	372	183	157	129
95,000	544	472	392	195	166	136
100,000	573	496	412	204	175	144
EACH ADD'L						
\$1,000	5.73	4.96	4.12	2.04	1.75	1.44

**** TO OBTAIN PREMIUMS OTHER THAN 1% DEDUCTIBLE, REFER TO DEDUCTIBLE ADJUSTMENT PERCENTAGE SCHEDULE**