The Title Office Staff recommends that the Commissioner of Insurance amend Rate Rule R-20 Owner’s Policy After Construction Period to reflect the correct references in Rate Rule R-5 due to the renumbering and rearranging of R-5 through Agenda Item 2008-57.

Additional changes are to amend the term “Owner” to “Owner’s” throughout this rule.

The recommended changes are as follows:

**R-20. ~~Owner~~ Owner’s Policy After Construction Period**-----When an ~~Owner~~ Owner’s Policy has been issued in the manner provided in Rule P-8.A. with a face amount of $5,000,000 or more and the premium for said ~~Owner~~ Owner’s Policy has been paid in full, upon completion of the improvements on the property covered thereby, the owner's acceptance thereof, and satisfactory evidence to the Company that all bills for labor and materials have been paid in full, an ~~Owner~~ Owner’s Policy may be issued by the Company which issued the previously issued ~~Owner~~ Owner’s Policy, at any time up to one year after such completion of improvements, covering the same land, or a portion thereof, covered by said ~~Owner~~ Owner’s Policy and covering no other land, and the premium for the new ~~Owner~~ Owner’s Policy shall be the currently promulgated minimum policy Basic Premium Rate. Should the amount of the new ~~Owner~~ Owner’s Policy exceed the amount of the previously issued ~~Owner~~ Owner’s Policy, the premium for the new ~~Owner~~ Owner’s Policy shall be at (i) the Basic Rate plus (ii) the currently promulgated minimum policy Basic Premium Rate less (iii) the currently promulgated premium for the previously issued ~~Owner~~ Owner’s Policy, or in the event the previously issued ~~Owner~~ Owner’s Policy was issued for a simultaneous issue rate under Rule ~~R-5B~~ R-5E, the currently promulgated premium for the ~~Mortgagee~~ Loan Policy referred to in said Rule ~~R-5B~~ R-5E.

JUSTIFICATION

This agenda item conforms the language to other rules and forms in the Basic Manual.