The Title Office Staff recommends that the Commissioner of Insurance rescind Rate Rule R-10 Owner Policies----City Subdivision, Acreage Subdivisions, Industrial Tracts due to obsolescence.

The recommended changes are as follows:

**R-10. Owner Policies----City Subdivision, Acreage Subdivisions, Industrial Tracts**~~----Where the owner of twenty-five (25) or more unsold vacant city lots, acreage tracts or industrial tracts, all in the same subdivision or development, with a map or plat duly approved by proper statutory authority and recorded in the County records, contracts with one Company to purchase an Owner Policy from that Company on each and every sale made by said owner, the first Owner Policy shall be issued at the Basic Rate, and the premium for all subsequent policies shall be:~~

~~a.   City Subdivision----25 to 49 lots----One-half of 1% of the sale price of the lot(s) covered thereby, with a minimum of $10..00 per policy. 50 lots or more - One-half of 1% of the sale price of the lot(s) covered thereby, with a minimum of $7.50 per policy.~~

~~b.   Acreage Subdivisions----Comprised of 100 acres or more----One-half of 1% of the sale price of the tract(s) covered thereby, up to $10,000.00, and one-fourth of 1% of the portion of the sale price above $10,000.00, with a minimum of $15.00 per policy. Where an acreage subdivision is made up of tracts containing less than two acres, such subdivision shall be treated as a City Subdivision in accordance with Rule R-10a.~~

~~c.   Industrial Tracts----One-half of 1% of the sale price of the tract(s) covered thereby, or one-half of the Basic Rate, whichever is the lesser, with a minimum in either case of $20.00 per policy.~~

~~Should the premium in the application of this Rule R-10 exceed the Basic Rate, the Basic Rate shall then apply.~~

~~In connection with the above Rule R-10, the simultaneous issue rate for the Mortgagee Policies will not apply.~~

~~As of September 1, 1975, no new contracts may be made under this Rate Rule and the charges indicated above may be charged only for those contracts that were in existence prior to September 1, 1975.~~

Rate Rule R-10 rescinded effective \_\_\_\_\_, 2012 due to obsolescence.

JUSTIFICATION

This agenda item rescinds the rate rule due to obsolescence.