

**PROGRAM DIVISION
BULLETIN**

2003-14

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Commercial Auto Following Form Requirement

Effective immediately, if you are automatically attaching the Commercial Auto Follow Form endorsements to your umbrella policies, please cease the practice until you have discussed the issue with your AIG Program Manager.

For many years our written underwriting instructions for Commercial Umbrella have contained the requirement that Commercial Automobile Coverage be written only on a following form basis. To accomplish this an endorsement was to be added which says no coverage applies for commercial Automobile except to the extent it is covered by the Primary Policy as scheduled for underlying insurance.

The commercial Umbrella form we predominantly use excludes coverage for UM, UIM and No fault. By attaching the Follow form endorsement we may be providing unintended coverage and certainly are confusing the issue of primary limit requirement and drop down involvement in the event of a claim.

In some states, and under certain circumstances it could be desirable to attach the endorsement, but care must be taken to insure we do not have unintended outcomes.

Underwriting guidelines containing these requirements and manuals with the same information will be amended.

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