

**PROGRAM DIVISION
BULLETIN**

2005-09

March 21, 2005

Important Reminder of Pennsylvania Regulations

This bulletin is to remind all Program Administrators of certain Pennsylvania regulations that must be adhered to. These items were raised in the most recent Pennsylvania Market Conduct Examination.

1. NOTICE OF INCREASED PREMIUM (Commercial Auto)

Act 86, Section 1 (40 P.S. Section 3401), effective 8-12-95:

**Company must provide not less than 30 days advance notice to the Named Insured of an increase in premium. File must document that this was properly completed.*

2. NOTICE OF NON-RENEWAL (Commercial Auto)

Act 86, Section 3 (a) (5) [40 P.S. Section 3403 (a) (5)]

**Company must give specific reason for non-renewal.*

Title 31, Section 113.88

**Reason for non-renewal must be clear and complete.*

3. PRODUCER LICENSING - Pennsylvania Producer Modernization Act, effective 6/4/03

Pa. Statute, Act 147, Section 641.1-A - [40 P.S. Section 310.41a]

**Insurance Agency must be licensed in Pennsylvania.*

Pa. Statute, Act 147, Section 671-A [40 P.S. Section 310.71]

**Insurance Agencies must be appointed.*

If you have any questions please contact your program manager.

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