

RULES – IMPLEMENTATION

MAY 30, 2019

COMMERCIAL AUTOMOBILE

LI-CA-2019-110

## MONTANA COMMERCIAL AUTO DISCOUNT RULE REVISION FILED AND ACKNOWLEDGED

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### KEY MESSAGE

The Montana Office of the Commissioner of Securities and Insurance has acknowledged revisions to Rule A1. Accident Prevention Course Discount as filed.

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### BACKGROUND

2019 Mont. Laws \_\_\_\_ (former H.B. 382), effective October 1, 2019, in part, amends MONT. CODE ANN. §§ 33-16-223 and 33-16-230 to extend the effective time-period of the premium reduction, after successful completion of a highway traffic safety program course, from 2 years to 3 years for an insured.

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### ISO ACTION

In response to 2019 Mont. Laws \_\_\_\_ (former H.B. 382), we:

- Revised the Montana exception to Rule A1. Accident Prevention Course Discount to revise the effective time-period for the premium reduction from 24-months to 3 years for a qualifying insured.
- Filed this revision with the Montana Office of the Commissioner of Securities and Insurance under ISO Filing Designation CA-2019-OAPC1.

Refer to the attached explanatory material for complete details about the filing.

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### INSURANCE DEPARTMENT ACTION

The Office of the Commissioner has acknowledged CA-2019-OAPC1 as filed.

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### EFFECTIVE DATE

The ISO revision is subject to the following rule of application:

These changes are applicable to all policies written on or after October 1, 2019.

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### COMPANY ACTION

If you have authorized us to file on your behalf and decide:

- To use our revision and effective date, you are not required to file anything with the Office of the Commissioner.
- To use our revision with a different effective date, to use our revision with modification, or to not use our revision, you must make an appropriate submission with the Office of the Commissioner.

For guidance on submission requirements, consult the ISO State Filing Handbook.

In all correspondence with the Insurance Department on this revision, you should refer to ISO Filing Designation Number CA-2019-OAPC1, not this circular number. Communications with the regulator concerning a filing affecting multiple lines of business (i.e., CL, PL, AL filing designation) should specify the line(s) of business that you are addressing.

## **RATING SOFTWARE IMPACT**

No new attributes are being introduced with this revision.

## **POLICYHOLDER NOTIFICATION**

If you decide to implement this revision, you should check all applicable laws for the state(s) to which this revision applies, to determine whether or not a specific policyholder notice requirement may apply. Please note that circular [LI-CL-2018-044](#) contains the ISO Guide To Renewals With Changed Conditions For Commercial Lines, which is available only as a guide to assist participating companies in complying with various conditional renewal statutes or regulations, for the major commercial lines of insurance serviced by ISO. The information in the Guide does not necessarily reflect all requirements or exceptions that may apply, and it is not intended as a substitute for your review of all applicable statutes and regulations concerning policyholder notification.

## **REVISION DISTRIBUTION**

We will issue a Notice to Manualholders with an edition date of 11-19 (or the earliest possible subsequent date), along with any new and/or revised manual pages.

## **REFERENCE(S)**

[LI-CL-2018-044](#) (11/27/2018) Revised Lead Time Requirements Listing

## **ATTACHMENT(S)**

Filing CA-2019-OAPC1

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# Montana Commercial Auto Rule Revision In Response To Former H.B. 382

## About This Filing

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We are revising Rule A1. Accident Prevention Course Discount in the Montana Exception Pages to the Commercial Lines Manual in response to 2019 Mont. Laws \_\_ (former H.B. 382).

## Revised Rules

We are revising Rule A1. Accident Prevention Course Discount.

We have used a format of ~~striking-through~~ deletions, underlining additions and inserting a revision bar in the left margin to indicate changes.

## Background

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Currently, Rule A1. Accident Prevention Course Discount in the Montana Exception Pages to the Commercial Lines Manual provides, in part, eligibility requirements associated with the Highway Traffic Safety Program discount.

2019 Mont. Laws \_\_ (former H.B. 382), effective October 1, 2019, in part, amends MONT. CODE ANN. §§ 33-16-223 and 33-16-230 to extend the effective time-period of the premium reduction, after successful completion of a highway traffic safety program course, from 2 years to 3 years for an insured.

## Explanation of Changes

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In response to 2019 Mont. Laws \_\_ (former H.B. 382), we are revising the Montana exception to Rule A1. Accident Prevention Course Discount to revise the effective time-period for the premium reduction from 24-months to 3 years for a qualifying insured.

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**A1. ACCIDENT PREVENTION COURSE DISCOUNT**

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- C. The discount applies for ~~24 months~~three years after successful completion of the approved course. The discount may be subject to the condition that, during that ~~24 month~~three-year period, the operator:

*(The remainder of this rule remains unchanged).*