

RULES – IMPLEMENTATION

MAY 4, 2020

COMMERCIAL PROPERTY

LI-CF-2020-045

## MASSACHUSETTS COMMERCIAL PROPERTY EARTHQUAKE DEDUCTIBLE OPTIONS RULES TO BE IMPLEMENTED

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### KEY MESSAGE

We are implementing new multistate rules filing in Massachusetts.

**Filing ID:** CF-2020-RDEQR

**Effective Date:** 1/1/2021

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### BACKGROUND

In circular [LI-CF-2020-035](#), we announced the submission of rules filing CF-2020-RDEQR, which introduced multistate flat-dollar deductible options for earthquake/volcanic eruption to coexist with the current percentage deductible options for use in Massachusetts.

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### INSURANCE DEPARTMENT ACTION

The Massachusetts Division of Insurance has acknowledged this revision 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 January 1, 2021.

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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 Insurance Department.
- 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 Insurance Department.

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 Number **CF-2020-RDEQR**, 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.

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## **RATING SOFTWARE IMPACT**

New attributes being introduced with this revision:

- Factors are being introduced and revised.
- New calculations are being introduced.
- Additional information will be required from the policyholder to complete a rating calculation.

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## **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-2019-057](#) 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.

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## **REVISION DISTRIBUTION**

We will issue a Notice to Manualholders with an edition date of 2-19 (or the earliest possible subsequent date), along with any new and/or revised manual pages.

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## **RELATED FORMS REVISION**

We are announcing in a separate circular the implementation of a corresponding forms revision. Please refer to the Reference(s) block for identification of that circular.

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## **REFERENCE(S)**

- [LI-CF-2020-046](#) (05/04/2020) Massachusetts Commercial Property Earthquake Deductible Options Forms Revision To Be Implemented
- [LI-CF-2020-035](#) (04/23/2020) Massachusetts Commercial Property Earthquake Deductible Options Rules Revision Being Submitted
- [LI-CL-2019-057](#) (12/10/2019) Revised Lead Time Requirements Listing

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## **ATTACHMENT(S)**

Status Report

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## Commercial Property Multistate Earthquake Deductible Options Filings CF-2018-ODEQF (Forms) and CF-2018-RDEQR (Rules)

STATE	EFFECTIVE OR DISTRIBUTION DATE	IMPLEMENTATION CIRCULARS	
		FORMS	RULES
ALABAMA	02/01/2019	<a href="#">LI-CF-2018-112</a>	<a href="#">LI-CF-2018-113</a>
ALASKA			
ARIZONA	02/01/2019	<a href="#">LI-CF-2018-112</a>	<a href="#">LI-CF-2018-113</a>
ARKANSAS	02/01/2019	<a href="#">LI-CF-2018-112</a>	<a href="#">LI-CF-2018-113</a>
CALIFORNIA			
COLORADO	02/01/2019	<a href="#">LI-CF-2018-112</a>	<a href="#">LI-CF-2018-113</a>
CONNECTICUT	02/01/2019	<a href="#">LI-CF-2018-112</a>	<a href="#">LI-CF-2018-113</a>
DELAWARE	02/01/2019	<a href="#">LI-CF-2018-112</a>	<a href="#">LI-CF-2018-113</a>
DIST. OF COLUMBIA	02/01/2019	<a href="#">LI-CF-2018-112</a>	<a href="#">LI-CF-2018-113</a>
FLORIDA			
GEORGIA			
GUAM	02/01/2019	<a href="#">LI-CF-2018-112</a>	N/A
HAWAII			
IDAHO			
ILLINOIS	02/01/2019	<a href="#">LI-CF-2018-112</a>	<a href="#">LI-CF-2018-113</a>
INDIANA	02/01/2019	<a href="#">LI-CF-2018-112</a>	<a href="#">LI-CF-2018-113</a>
IOWA	02/01/2019	<a href="#">LI-CF-2018-112</a>	<a href="#">LI-CF-2018-113</a>
KANSAS	02/01/2019	<a href="#">LI-CF-2018-112</a>	<a href="#">LI-CF-2018-113</a>
KENTUCKY	02/01/2019	<a href="#">LI-CF-2018-112</a>	<a href="#">LI-CF-2018-113</a>
LOUISIANA			
MAINE	02/01/2019	<a href="#">LI-CF-2018-112</a>	<a href="#">LI-CF-2018-113</a>
MARYLAND	02/01/2019	<a href="#">LI-CF-2018-112</a>	<a href="#">LI-CF-2018-113</a>
MASSACHUSETTS	<b>01/01/2021</b>	<a href="#">LI-CF-2020-046</a>	<a href="#">LI-CF-2020-045</a>
MICHIGAN	02/01/2019	<a href="#">LI-CF-2018-112</a>	<a href="#">LI-CF-2018-113</a>
MINNESOTA	02/01/2019	<a href="#">LI-CF-2018-112</a>	<a href="#">LI-CF-2018-113</a>
MISSISSIPPI	02/01/2019	19-09 (BUREAU)	19-09 (BUREAU)
MISSOURI	02/01/2019	<a href="#">LI-CF-2018-112</a>	<a href="#">LI-CF-2018-113</a>
MONTANA			
NEBRASKA	02/01/2019	<a href="#">LI-CF-2018-112</a>	<a href="#">LI-CF-2018-113</a>
NEVADA	02/01/2019	<a href="#">LI-CF-2018-112</a>	<a href="#">LI-CF-2018-113</a>
NEW HAMPSHIRE	02/01/2019	<a href="#">LI-CF-2018-112</a>	<a href="#">LI-CF-2018-113</a>
NEW JERSEY	02/01/2019	<a href="#">LI-CF-2018-112</a>	<a href="#">LI-CF-2018-113</a>
NEW MEXICO	02/01/2019	<a href="#">LI-CF-2018-112</a>	<a href="#">LI-CF-2018-113</a>
NEW YORK			
NORTH CAROLINA	02/01/2019	<a href="#">LI-CF-2018-112</a>	<a href="#">LI-CF-2018-113</a>
NORTH DAKOTA	02/01/2019	<a href="#">LI-CF-2018-112</a>	<a href="#">LI-CF-2018-113</a>
OHIO	02/01/2019	<a href="#">LI-CF-2018-112</a>	<a href="#">LI-CF-2018-113</a>
OKLAHOMA	02/01/2019	<a href="#">LI-CF-2018-112</a>	<a href="#">LI-CF-2018-113</a>
OREGON	02/01/2019	<a href="#">LI-CF-2018-112</a>	<a href="#">LI-CF-2018-113</a>
PENNSYLVANIA	02/01/2019	<a href="#">LI-CF-2018-112</a>	<a href="#">LI-CF-2018-113</a>
PUERTO RICO			
RHODE ISLAND	02/01/2019	<a href="#">LI-CF-2018-112</a>	<a href="#">LI-CF-2018-113</a>
SOUTH CAROLINA			
SOUTH DAKOTA	02/01/2019	<a href="#">LI-CF-2018-112</a>	<a href="#">LI-CF-2018-113</a>
TENNESSEE	02/01/2019	<a href="#">LI-CF-2018-112</a>	<a href="#">LI-CF-2018-113</a>
TEXAS			
U.S. VIRGIN ISLANDS	12/01/2019	<a href="#">LI-CF-2019-079</a>	N/A
UTAH	02/01/2019	<a href="#">LI-CF-2018-112</a>	<a href="#">LI-CF-2018-113</a>
VERMONT	02/01/2019	<a href="#">LI-CF-2018-112</a>	<a href="#">LI-CF-2018-113</a>
VIRGINIA	02/01/2019	<a href="#">LI-CF-2018-112</a>	<a href="#">LI-CF-2018-113</a>
WASHINGTON			
WEST VIRGINIA	02/01/2019	<a href="#">LI-CF-2018-112</a>	<a href="#">LI-CF-2018-113</a>
WISCONSIN	02/01/2019	<a href="#">LI-CF-2018-112</a>	<a href="#">LI-CF-2018-113</a>
WYOMING	02/01/2019	<a href="#">LI-CF-2018-112</a>	<a href="#">LI-CF-2018-113</a>

**BOLD INDICATES CHANGES.**

Note: The multistate filing circular numbers for all jurisdictions are [LI-CF-2018-061](#) (Forms) and [LI-CF-2018-062](#) (Rules).