

FORMS/RULES – IMPLEMENTATION

OCTOBER 15, 2020

BUSINESSOWNERS

LI-BP-2020-114

INTRODUCTION OF BUSINESSOWNERS MULTISTATE FORMS AND RULES REVISIONS ADDRESSING CYBER INCIDENT EXCLUSION ENDORSEMENTS TO BE IMPLEMENTED IN VARIOUS JURISDICTIONS

KEY MESSAGE

We are implementing new and revised Businessowners multistate forms and rules revisions in 3 jurisdictions.

Effective Date: February 1, 2021

Filing IDs: BP-2020-OCYFR (Forms), BP-2020-RCYRU (Rules)

JURISDICTIONS

- Iowa
- New Mexico
- South Carolina

BACKGROUND

In circular:

- [LI-BP-2020-077](#), we announced the filing of multistate forms filing BP-2020-OCYFR, which introduced two endorsements for the exclusion of loss or damage by a cyber incident and revised one endorsement for use with ISO's Businessowners program.
- [LI-BP-2020-078](#), we announced the filing of multistate rules filing BP-2020-RCYRU, which revised Rule 16. Mandatory Forms, Coverage And Limits of Division Ten – Businessowners of the Commercial Lines Manual to reference and instruct on the usage of new mandatory endorsements filed under companion forms filing BP-2020-OCYFR.
- [LI-BP-2020-108](#), we provided you with final copies of multistate forms and endorsements included in forms filing BP-2020-OCYFR.

INSURANCE DEPARTMENT ACTION

We have received all necessary approvals or acknowledgements, as required by state laws and regulations, from the insurance departments in the jurisdictions listed in the Jurisdictions block.

Note: The announcement of implementation in a particular jurisdiction includes the implementation of the multistate filings and any state supplement and/or amendment filing.

EFFECTIVE DATE

Forms:

Iowa and New Mexico:

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

These changes are applicable to all policies written on or after February 1, 2021.

South Carolina:

We do not establish an effective date for Businessowners forms revisions in this state. Each insurer that elects to utilize this revision is responsible for determining its own effective date.

Rules:

Iowa:

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

These changes are applicable to all policies written on or after February 1, 2021.

New Mexico and South Carolina:

We do not establish an effective date for Businessowners rules revisions in these states. Each insurer that elects to utilize this revision is responsible for determining its own effective date.

COMPANY ACTION

Refer to the Summary of Company Action Requirements attached.

RATING SOFTWARE IMPACT

BP-2020-OCYFR:

Refer to circular [LI-BP-2020-077](#) for the impact of the multistate filing.

BP-2020-RCYRU:

Refer to circular [LI-BP-2020-078](#) for the impact of the multistate filing.

IMPACT ON STATISTICAL REPORTING

ISO is in the process of reviewing the statistical reporting impact of this filing, and a Statistical Plan Holders circular announcing applicable revisions to the Businessowners module in the Commercial Statistical Plans will be released to the industry allowing sufficient lead-time to implement any applicable changes.

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.

FUTURE ISO ACTION

In future circulars, we will:

- Update the status of this revision. This status report will be updated periodically to provide you with the latest status. For interim updates, please check the Insurance Lines Services web site (www.verisk.com/ils). In addition to other information, this web site contains copies of major multistate filing status reports that are updated approximately every two weeks.
- Inform you of implementation status of these filings in additional jurisdictions.
- Provide an updated multistate status report summarizing filing activity.

REVISION DISTRIBUTION

Forms:

We will issue a Notice to Portfolioholders with an edition date of 2-21 (or the earliest possible subsequent date), along with any new and/or revised manual pages.

Rules:

We will issue a Notice to Manualholders with an edition date of 2-21 (or the earliest possible subsequent date), along with any new and/or revised manual pages.

REFERENCE(S)

- [LI-BP-2020-108](#) (09/25/2020) Businessowners Multistate Forms Cyber Incident Exclusion Endorsements (Edition 02 21) Available
- [LI-BP-2020-078](#) (08/07/2020) Introduction Of Businessowners Multistate Rules Revision Addressing Cyber Incident Exclusion Endorsements Being Filed
- [LI-BP-2020-077](#) (08/07/2020) Introduction Of Businessowners Multistate Forms Revisions Addressing Cyber Incident Exclusion Endorsements Being Filed
- [LI-CL-2019-057](#) (12/10/2019) Revised Lead Time Requirements Listing

ATTACHMENT(S)

- Summary of Company Action Requirements
- Status Report

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CONTACT INFORMATION

If you have any questions concerning:

- The forms content of this circular, please contact:
Joseph Ameen
Compliance and Product Services – Property
201-469-2589
Joseph.Ameen@verisk.com
property@verisk.com
- Other issues for this circular, please contact Customer Support:
E-mail: info@verisk.com
Phone: 800-888-4476

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SUMMARY OF COMPANY ACTION REQUIREMENTS

FORMS filing: BP-2020-OCYFR

Iowa

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 BP-2020-OCYFR, 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.

New Mexico

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.

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WE WILL SUBMIT THIS REVISION TO THE INSURANCE DEPARTMENT ON JANUARY 10, 2021. IF STATE FILING REQUIREMENTS DICTATE THAT YOU MAKE A SUBMISSION WITH THE INSURANCE DEPARTMENT, DO NOT SUBMIT IT PRIOR TO THIS DATE.

In all correspondence with the Insurance Department on this revision, you should refer to ISO Filing Number BP-2020-OCYFR, 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.

South Carolina

ISO has not filed this revision on behalf of insurers.

You must independently determine what revision to make and when to make any revision effective. If you decide to use all or any part of our revision, you are NOT required to file anything with the Insurance Department.

You must document your files in case the Insurance Department wishes to review the information at a later date. In all internal correspondence on this revision, you should refer to ISO Filing Number BP-2020-OCYFR, 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.

SUMMARY OF COMPANY ACTION REQUIREMENTS

RULES filing: BP-2020-RCYRU

Iowa

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**Status of Businessowners Multistate Forms And Rules Revisions Addressing
Cyber Incident Exclusion Endorsements
BP-2020-OCYFR (Forms), BP-2020-RCYRU (Rules)**

STATE	EFFECTIVE OR DISTRIBUTION DATE	STATE-SPECIFIC SUPPLEMENT/AMENDMENT CIRCULAR (FO, RU)	IMPLEMENTATION CIRCULAR (FO, RU)
ALABAMA	02/01/2021		LI-BP-2020-107
ALASKA	02/01/2021		LI-BP-2020-107
ARIZONA			
ARKANSAS		LI-BP-2020-083	
CALIFORNIA			
COLORADO	02/2021		LI-BP-2020-107
CONNECTICUT	02/01/2021	LI-BP-2020-084	LI-BP-2020-107
DELAWARE	02/01/2021		LI-BP-2020-107
DIST. OF COLUMBIA			
FLORIDA			
GEORGIA		LI-BP-2020-085	
GUAM*	02/2021		LI-BP-2020-107
HAWAII	BUREAU		
IDAHO	02/01/2021		LI-BP-2020-107
ILLINOIS	02/10/2021		LI-BP-2020-107
INDIANA	02/01/2021		LI-BP-2020-107
IOWA	02/01/2021		LI-BP-2020-114
KANSAS	02/01/2021		LI-BP-2020-107
KENTUCKY	02/01/2021	LI-BP-2020-086	LI-BP-2020-107
LOUISIANA**			
MAINE	02/01/2021		LI-BP-2020-107
MARYLAND	02/01/2021		LI-BP-2020-107
MASSACHUSETTS	02/01/2021		LI-BP-2020-107
MICHIGAN	02/01/2021		LI-BP-2020-107
MINNESOTA	02/01/2021		LI-BP-2020-107
MISSISSIPPI**	02/01/2021		LI-BP-2020-107
MISSOURI	02/01/2021		LI-BP-2020-107
MONTANA		LI-BP-2020-088	
NEBRASKA	02/10/2021		LI-BP-2020-107
NEVADA	02/01/2021		LI-BP-2020-107
NEW HAMPSHIRE	02/01/2021		LI-BP-2020-107
NEW JERSEY			
NEW MEXICO	02/01/2021	LI-BP-2020-090	LI-BP-2020-114
NEW YORK		LI-BP-2020-091	
NORTH CAROLINA	02/01/2021		LI-BP-2020-107
NORTH DAKOTA	02/01/2021		LI-BP-2020-107
OHIO	02/01/2021		LI-BP-2020-107
OKLAHOMA	02/01/2021		LI-BP-2020-107
OREGON	02/01/2021	LI-BP-2020-087	LI-BP-2020-107
PENNSYLVANIA	02/01/2021		LI-BP-2020-107
PUERTO RICO		LI-BP-2020-092	
RHODE ISLAND	02/01/2021		LI-BP-2020-107
SOUTH CAROLINA	02/2021		LI-BP-2020-114
SOUTH DAKOTA		LI-BP-2020-093	LI-BP-2020-107
TENNESSEE	02/01/2021		LI-BP-2020-107
TEXAS		LI-BP-2020-094	
U.S. VIRGIN ISLANDS*			
UTAH	02/01/2021		LI-BP-2020-107
VERMONT	02/01/2021	LI-BP-2020-095	LI-BP-2020-107
VIRGINIA			
WASHINGTON**	BUREAU		
WEST VIRGINIA	02/01/2021		LI-BP-2020-107
WISCONSIN			
WYOMING	02/01/2021		LI-BP-2020-107

* ISO has no jurisdiction for rules

** LA, MS – Joint jurisdiction (FO, RU). WA – Under jurisdiction of WSRB

MU FORMS FILED	MU RULES FILED
LI-BP-2020-077	LI-BP-2020-078