

FORMS/RULES – IMPLEMENTATION

DECEMBER 15, 2020

BUSINESSOWNERS

LI-BP-2020-148

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

KEY MESSAGE

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

Effective Date: April 1, 2021

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

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.
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INSURANCE DEPARTMENT ACTION

We have received all necessary approvals or acknowledgements, as required by state laws and regulations, from the insurance department.

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:

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

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

Rules:

Montana:

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

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

COMPANY ACTION

Forms:

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.

Rules:

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 Designation Number BP-2020-RCYRU, 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

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 4-21 (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 4-21 (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)

Status Report

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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	05/01/2021		LI-BP-2020-145
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	02/01/2021		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**	03/01/2021		LI-BP-2020-138
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	04/01/2021	LI-BP-2020-088	LI-BP-2020-148
NEBRASKA	02/01/2021		LI-BP-2020-107
NEVADA	02/01/2021		LI-BP-2020-107
NEW HAMPSHIRE	02/01/2021		LI-BP-2020-107
NEW JERSEY	03/01/2021		LI-BP-2020-145
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	02/01/2021	LI-BP-2020-093	LI-BP-2020-107
TENNESSEE	02/01/2021		LI-BP-2020-107
TEXAS	02/2021	LI-BP-2020-094	LI-BP-2020-138
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	02/01/2021		LI-BP-2020-138
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