

RULES – IMPLEMENTATION

JULY 7, 2022

COMMERCIAL PROPERTY

LI-CF-2022-064

VERMONT COMMERCIAL PROPERTY MANUAL RULES REVISION FILED AND TO BE IMPLEMENTED

KEY MESSAGE

We have filed and received acknowledgment of filing CF-2022-ORU1 in Vermont which introduces a Vermont-specific exception to Rule 74., effective 12/1/2022.

BACKGROUND

In circular [LI-CF-2022-065](#), we are announcing the availability of Policywriting Support Form (PWSF) [CP N 002 04 22](#), Vermont Windstorm Or Hail Exclusion Endorsement Acknowledgment, to assist insurers in obtaining the Named Insured's acknowledgment that Windstorm Or Hail Exclusion Endorsement CP 10 54 is attached to their policy.

ISO ACTION

We are introducing a Vermont-specific exception to Rule 74. Other Causes Of Loss Forms to provide that Windstorm Or Hail Exclusion Endorsement CP 10 54 may be used to exclude windstorm or hail provided that the Named Insured acknowledges the attachment of CP 10 54 in writing.

Refer to the attached explanatory material for complete filing details.

INSURANCE DEPARTMENT ACTION

The Vermont Department of Insurance has acknowledged the filing.

EFFECTIVE DATE

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

These changes are applicable to all policies written on or after December 1, 2022.

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 Designation Number CF-2022-ORU1, 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-2022-006](#) 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.

REFERENCE(S)

- [LI-CF-2022-065](#) (07/07/2022) Vermont Windstorm Or Hail Exclusion Endorsement Acknowledgment Document Available For Use
- [LI-CL-2022-006](#) (02/22/2022) Revised Lead Time Requirements Listing

ATTACHMENT(S)

Vermont Rules Filing CF-2022-ORU1

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Vermont Commercial Fire and Allied Lines Manual Rules Revision

About This Filing

This filing introduces the Vermont-specific exception to Rule 74.

New Rule

We are introducing a state exception to Rule 74. Other Causes Of Loss Forms.

Background

Policywriting Support Form (PWSF) CP N 002, Vermont Windstorm Or Hail Exclusion Endorsement Acknowledgment is available to assist insurers in obtaining the Named Insured's acknowledgment that Windstorm Or Hail Exclusion Endorsement CP 10 54 is attached to their policy.

Explanation of Changes

We are introducing a Vermont-specific exception to Rule 74. Other Causes Of Loss Forms to provide that Windstorm Or Hail Exclusion Endorsement CP 10 54 may be used to exclude windstorm or hail provided that the Named Insured acknowledges the attachment of CP 10 54 in writing.

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ISO's staff necessarily reflect every insurer's view or control any insurer's application of manual rules.

74. OTHER CAUSES OF LOSS FORMS

Paragraph **A.2.a.** is replaced by the following:

A. Additional Exclusions

2. Forms

a. Windstorm Or Hail Exclusion Endorsement **CP 10 54** may be used to exclude loss or damage caused directly or indirectly by Windstorm or Hail and:

(1) Provided the Named Insured acknowledges, in writing, Endorsement **CP 10 54**.

(2) Endorsement **CP 10 54** will remain in effect:

(a) For the term of the policy; and

(b) For each renewal, reinstatement, substitute, modified, replacement or amended policy; until discontinued by the insurer.

Policywriting Support Form **CP N 002** Vermont Windstorm Or Hail Exclusion Endorsement Acknowledgment may be used to obtain the Named Insured's acknowledgment.