

LOSS COSTS – IMPLEMENTATION

NOVEMBER 3, 2022

GENERAL LIABILITY

LI-GL-2022-277

NEW JERSEY PREMISES/OPERATIONS ADVISORY PROSPECTIVE LOSS COST REVISIONS AND PRODUCTS/COMPLETED OPERATIONS TO BE IMPLEMENTED

KEY MESSAGE

Revised overall prospective loss costs for Premise/Operations classes representing a **-6.9%** change are acknowledged.

Revised overall prospective loss costs for Products/Completed Operations classes representing an **-11.2%** change are acknowledged.

BACKGROUND

In circular [LI-GL-2022-121](#), we advised you that we submitted filing GL-2022-BPOP1 to the Insurance Department.

In circular [LI-GL-2022-121](#), we advised you that we provided filing GL-2022-BPRD1.

INSURANCE DEPARTMENT ACTION

The Insurance Department has acknowledged this revision as filed.

EFFECTIVE DATE

PREMISES/OPERATIONS (GL-2022-BPOP1)

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

These changes are applicable to all policies written on or after March 1, 2023.

This effective date applies only to those insurers who have filed their Commercial General Liability loss cost adjustments to be automatically applicable to future ISO loss cost revisions.

PRODUCTS/COMPLETED OPERATIONS (GL-2022-BPRD1)

We do not establish an effective date for Products/Completed Operations loss cost revisions in this state. Each insurer that elects to utilize this revision is responsible for determining its own effective date.

IMPACT ON THE STATISTICAL REPORTING OF LOSS COST MULTIPLIER

For the purpose of reporting your company Loss Cost Multiplier under the CSP, as of March 1, 2023, the multiplier must be based on the relationship between your gross rates and the ISO advisory prospective loss costs contained in referenced circular [LI-GL-2022-121](#).

COMPANY ACTION

PREMISES/OPERATIONS (GL-2022-BPOP1)

You must independently determine the final rates you will use. The action, if any, you must take in response to this filing is dependent upon how you filed to have your loss cost adjustments apply to subsequent revisions of ISO loss costs. Any submission you make with respect to this revision must comply with applicable regulatory filing requirements.

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

In all correspondence with the New Jersey Department of Banking & Insurance on this revision, you should refer to ISO Filing Number GL-2022-BPOP1, the New Jersey Dept. File Number 22-0868 and SERFF Tracking Number ISO-133280533, NOT this circular number.

CAUTION: This reference filing revises only certain advisory prospective loss costs for General Liability in this state. In determining whether or not to revise your rates, you should consider the application of your loss cost adjustments to any loss costs not included in this revision.

PRODUCTS/COMPLETED OPERATIONS (GL-2022-BPRD1)

ISO has not filed this revision.

You must independently determine the final rates you will use and the effective date of any rate change. If you decide to use our prospective loss costs to revise your rates, 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 GL-2022-IPRD1, NOT this circular number.

CAUTION

ISO does NOT file Products/Completed Operations revisions in New Jersey.

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.

REVISION DISTRIBUTION

We will issue a Notice to Manualholders with an edition date of 3-23 (or the earliest possible subsequent date), along with any new and/or revised manual pages.

REFERENCE(S)

- [LI-GL-2022-121](#) (06/24/2022) New Jersey Premises/Operations Advisory Prospective Loss Cost Revisions Filed; Products/Completed Operations Provided
 - [LI-CL-2022-006](#) (02/22/2022) Revised Lead Time Requirements Listing
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We provide participating insurers with information concerning the jurisdictions for which our products and services are distributed. Even in those jurisdictions, each insurer must determine what filing requirements, if any, apply and whether those requirements have been satisfied.

Now, as in the past, all of our products and services are advisory, and are made available for optional use by participating insurers as a matter of individual choice. Your company must decide for itself which, if any, ISO products or services are needed or useful to its operation and how those selected for use should be applied. We urge that you be guided by the advice of your attorneys on the legal requirements.

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