

RULES – APPROVED

MARCH 8, 2023

COMMERCIAL AUTOMOBILE

LI-CA-2023-075

SOUTH CAROLINA COMMERCIAL AUTO MANUAL RULES REVISIONS APPROVED

KEY MESSAGE

Commercial Auto rules filing [CA-2022-RRU1](#), which introduced a South Carolina state exception to Rule 248. and revised the existing South Carolina state exception to Rule 249., has been approved.

BACKGROUND

In circular [LI-CA-2023-049](#), we informed you that, to complement the changes in companion forms filing CA-2022-OEND1, we had:

- Introduced a South Carolina state exception to Rule **248**. Auto Dealers – Eligibility to remove "Without Full Covered Autos Liability Limit for Customers" classification codes, as Auto Dealer customers in South Carolina will be provided with coverage at the full limits; and
- Revised the South Carolina state exception to Rule **249**. Auto Dealers – Premium Development for Common Coverages to include reference to the mandatory CA 01 50, South Carolina Changes endorsement. The rule now instructs that liability coverage must be extended to provide the full covered autos liability limit for customers and the related rating factor must be applied.

INSURANCE DEPARTMENT ACTION

The South Carolina Department of Insurance has approved filing CA-2022-RRU1.

EFFECTIVE DATE

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

COMPANY ACTION

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 [CA-2022-RRU1](#) and SERFF Tracking Number [ISOF-133500543](#), 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

New attributes being introduced with this revision:

- An existing rating formula is being rewritten.
- Codes are being withdrawn.
- A current factor is being withdrawn.

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-2023-005](#) 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 9-23 (or the earliest possible subsequent date), along with any new and/or revised manual pages.

RELATED FORMS REVISION

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

REFERENCE(S)

- [LI-CA-2023-074](#) (03/08/2023) South Carolina Revised Changes Endorsement Approved
- [LI-CL-2023-005](#) (02/21/2023) Commercial Lines Revised Lead Time Requirements Listing
- [LI-CA-2023-049](#) (02/16/2023) South Carolina Commercial Auto Manual Rules Revisions Filed

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