

LOSS COSTS/RULES – IMPLEMENTATION

FEBRUARY 15, 2024

CRIME AND FIDELITY

LI-CR-2024-006

## CRIME AND FIDELITY MULTISTATE RULES AND LOSS COSTS REVISIONS TO BE IMPLEMENTED IN ADDITIONAL JURISDICTIONS

### KEY MESSAGE

We are implementing revised multistate rules and loss costs revisions in 3 jurisdictions.

**Effective Date:** 6/1/2024

**Filing IDs:** [CR-2023-RLA1](#) (Loss Costs) and [CR-2023-REL1](#) (Rules)

### JURISDICTIONS

- Maine
- North Carolina
- Washington

### BACKGROUND

In circular:

- [LI-CR-2023-028](#), we announced the submission of multistate loss costs filing CR-2023-RLA1, which revised advisory prospective loss costs for Crime and Fidelity coverages.
- [LI-CR-2023-029](#), we announced the submission of multistate rules filing CR-2023-REL1, which revised the Supplemental Tables of the Rating Relativities and Factors section of Division Three – Crime and Fidelity of the Commercial Lines Manual (CLM).

### 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

#### **Rules Filing CR-2023-REL1**

#### **Maine and Washington**

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

These changes are applicable to all policies **written** on or after **June 1, 2024**.

#### **North Carolina**

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

These changes are applicable to all policies **effective** on or after **June 1, 2024**.

**Loss Costs Filing CR-2023-RLA1****Maine and Washington**

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

These changes are applicable to all policies **written** on or after **June 1, 2024**.

This effective date applies only to those insurers who have filed their Crime and Fidelity loss cost adjustments to be automatically applicable to future ISO loss cost revisions.

**North Carolina**

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

These changes are applicable to all policies **effective** on or after **June 1, 2024**.

This effective date applies only to those insurers who have filed their Crime and Fidelity loss cost adjustments to be automatically applicable to future ISO loss cost revisions.

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**IMPACT ON THE STATISTICAL REPORTING OF LOSS COST MULTIPLIER**

For the purpose of reporting your company Loss Cost Multiplier under the CSP, as of June 1, 2024, the multiplier must be based on the relationship between your gross rates and the ISO advisory prospective loss costs contained in referenced circular [LI-CR-2023-028](#).

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**COMPANY ACTION**

Refer to the Summary of Company Action Requirements attached.

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**RATING SOFTWARE IMPACT**

No new attributes are being introduced with this revision.

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**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.

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**FUTURE ISO ACTION**

In future circulars, we will:

- Inform you of the filing status of these filings in California, Georgia and Puerto Rico.
- Inform you of implementation status of these filings in additional jurisdictions.
- Provide an updated multistate status report summarizing filing activity.

*For more information on the status of filings in a particular state, including filed and approved documents, associated circulars and links to Print Ready Manuals and Commercial Lines Manual, please feel free to access our [Filings](#) feature within the ISOnet Circulars product.*

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## REVISION DISTRIBUTION

We will issue a Notice to Manualholders with an edition date of 6-24 (or the earliest possible subsequent date), along with any new and/or revised manual pages.

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## REFERENCE(S)

- [LI-CR-2023-029](#) (12/22/2023) Crime And Fidelity Multistate Rules Revision Being Filed
- [LI-CR-2023-028](#) (12/22/2023) Crime And Fidelity Multistate Loss Costs Revision Being Filed
- [LI-CL-2023-005](#) (02/21/2023) Commercial Lines Revised Lead Time Requirements Listing

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## ATTACHMENT(S)

- Summary of Company Action Requirements
- Status Report

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Please make sure that your company has authorized your use of this product and has complied with the requirements applicable in the jurisdiction where you plan to use it.

We distribute both state-specific and multistate products and services. We do not distribute all the multistate products and services for use in every jurisdiction due to corporate policy, regulatory preference, or variations or lack of clarity in state laws.

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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## CONTACT INFORMATION

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E-mail: [info@verisk.com](mailto:info@verisk.com)  
Phone: 800-888-4476

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**SUMMARY OF COMPANY ACTION REQUIREMENTS****RULES filing: CR-2023-REL1**

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**Maine****North Carolina****Washington**

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 CR-2023-REL1, NOT this circular number.

In addition:

- Please see below for SERFF Tracking Numbers by state

<b>Maine</b> , ISOF-133909831	<b>Washington</b> , ISOF-133909859
<b>North Carolina</b> , ISOF-133909845	

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.

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**LOSS COSTS filing: CR-2023-RLA1**

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**Maine****North Carolina****Washington**

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 Insurance Department on this revision, you should refer to ISO Filing Number CR-2023-RLA1, NOT this circular number.

In addition:

- Please see below for SERFF Tracking Numbers by state

<b>Maine</b> , ISOF-133910026	<b>Washington</b> , ISOF-133910054
<b>North Carolina</b> , ISOF-133910040	

CAUTION: This reference filing revises only certain advisory prospective loss costs for Crime and Fidelity 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.

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**Crime and Fidelity  
Multistate Rules Revision (CR-2023-REL1)  
Loss Costs Revision (CR-2023-RLA1)**

STATE	EFFECTIVE OR DISTRIBUTION DATE	FILED CIRCULARS		IMPLEMENTATION CIRCULAR
		LOSS COSTS	RULES	
ALABAMA	6/1/2024	<a href="#">LI-CR-2023-028</a>	<a href="#">LI-CR-2023-029</a>	<a href="#">LI-CR-2024-002</a>
ALASKA	6/1/2024	<a href="#">LI-CR-2023-028</a>	<a href="#">LI-CR-2023-029</a>	<a href="#">LI-CR-2024-002</a>
ARIZONA	6/1/2024	<a href="#">LI-CR-2023-028</a>	<a href="#">LI-CR-2023-029</a>	<a href="#">LI-CR-2024-002</a>
ARKANSAS	6/2024	<a href="#">LI-CR-2023-028</a>	<a href="#">LI-CR-2023-029</a>	<a href="#">LI-CR-2024-002</a>
CALIFORNIA				
COLORADO	6/1/2024	<a href="#">LI-CR-2023-028</a>	<a href="#">LI-CR-2023-029</a>	<a href="#">LI-CR-2024-002</a>
CONNECTICUT	6/1/2024	<a href="#">LI-CR-2023-028</a>	<a href="#">LI-CR-2023-029</a>	<a href="#">LI-CR-2024-002</a>
DELAWARE	6/1/2024	<a href="#">LI-CR-2023-028</a>	<a href="#">LI-CR-2023-029</a>	<a href="#">LI-CR-2024-002</a>
DIST. OF COLUMBIA				
FLORIDA	6/1/2024	<a href="#">LI-CR-2023-028</a>	<a href="#">LI-CR-2023-029</a>	<a href="#">LI-CR-2024-002</a>
GEORGIA				
GUAM				
HAWAII (A)	BUREAU			
IDAHO	6/1/2024	<a href="#">LI-CR-2023-028</a>	<a href="#">LI-CR-2023-029</a>	<a href="#">LI-CR-2024-002</a>
ILLINOIS	6/2024	<a href="#">LI-CR-2023-028</a>	<a href="#">LI-CR-2023-029</a>	<a href="#">LI-CR-2024-002</a>
INDIANA	6/1/2024	<a href="#">LI-CR-2023-028</a>	<a href="#">LI-CR-2023-029</a>	<a href="#">LI-CR-2024-002</a>
IOWA	6/1/2024	<a href="#">LI-CR-2023-028</a>	<a href="#">LI-CR-2023-029</a>	<a href="#">LI-CR-2024-002</a>
KANSAS	6/1/2024	<a href="#">LI-CR-2023-028</a>	<a href="#">LI-CR-2023-029</a>	<a href="#">LI-CR-2024-002</a>
KENTUCKY	6/1/2024	<a href="#">LI-CR-2023-028</a>	<a href="#">LI-CR-2023-029</a>	<a href="#">LI-CR-2024-002</a>
LOUISIANA	6/1/2024	<a href="#">LI-CR-2023-028</a>	<a href="#">LI-CR-2023-029</a>	<a href="#">LI-CR-2024-002</a>
MAINE	6/1/2024	<a href="#">LI-CR-2023-028</a>	<a href="#">LI-CR-2023-029</a>	<a href="#">LI-CR-2024-006</a>
MARYLAND				
MASSACHUSETTS				
MICHIGAN	6/1/2024	<a href="#">LI-CR-2023-028</a>	<a href="#">LI-CR-2023-029</a>	<a href="#">LI-CR-2024-002</a>
MINNESOTA	6/2024	<a href="#">LI-CR-2023-028</a>	<a href="#">LI-CR-2023-029</a>	<a href="#">LI-CR-2024-002</a>
MISSISSIPPI	6/1/2024	<a href="#">LI-CR-2023-028</a>	<a href="#">LI-CR-2023-029</a>	<a href="#">LI-CR-2024-002</a>
MISSOURI	6/1/2024	<a href="#">LI-CR-2023-028</a>	<a href="#">LI-CR-2023-029</a>	<a href="#">LI-CR-2024-002</a>
MONTANA	6/1/2024	<a href="#">LI-CR-2023-028</a>	<a href="#">LI-CR-2023-029</a>	<a href="#">LI-CR-2024-002</a>
NEBRASKA	6/1/2024	<a href="#">LI-CR-2023-028</a>	<a href="#">LI-CR-2023-029</a>	<a href="#">LI-CR-2024-002</a>
NEVADA	6/2024	<a href="#">LI-CR-2023-028</a>	<a href="#">LI-CR-2023-029</a>	<a href="#">LI-CR-2024-002</a>
NEW HAMPSHIRE	6/1/2024	<a href="#">LI-CR-2023-028</a>	<a href="#">LI-CR-2023-029</a>	<a href="#">LI-CR-2024-002</a>
NEW JERSEY	6/1/2024	<a href="#">LI-CR-2023-028</a>	<a href="#">LI-CR-2023-029</a>	<a href="#">LI-CR-2024-002</a>
NEW MEXICO	6/2024	<a href="#">LI-CR-2023-028</a>	<a href="#">LI-CR-2023-029</a>	<a href="#">LI-CR-2024-002</a>
NEW YORK				
NORTH CAROLINA	6/1/2024	<a href="#">LI-CR-2023-028</a>	<a href="#">LI-CR-2023-029</a>	<a href="#">LI-CR-2024-006</a>
NORTH DAKOTA	6/1/2024	<a href="#">LI-CR-2023-028</a>	<a href="#">LI-CR-2023-029</a>	<a href="#">LI-CR-2024-002</a>
OHIO	6/1/2024	<a href="#">LI-CR-2023-028</a>	<a href="#">LI-CR-2023-029</a>	<a href="#">LI-CR-2024-002</a>
OKLAHOMA	6/1/2024	<a href="#">LI-CR-2023-028</a>	<a href="#">LI-CR-2023-029</a>	<a href="#">LI-CR-2024-002</a>
OREGON	6/1/2024	<a href="#">LI-CR-2023-028</a>	<a href="#">LI-CR-2023-029</a>	<a href="#">LI-CR-2024-002</a>
PENNSYLVANIA	6/1/2024	<a href="#">LI-CR-2023-028</a>	<a href="#">LI-CR-2023-029</a>	<a href="#">LI-CR-2024-002</a>
PUERTO RICO				
RHODE ISLAND	6/2024	<a href="#">LI-CR-2023-028</a>	<a href="#">LI-CR-2023-029</a>	<a href="#">LI-CR-2024-002</a>
SOUTH CAROLINA	6/2024	<a href="#">LI-CR-2023-028</a>	<a href="#">LI-CR-2023-029</a>	<a href="#">LI-CR-2024-002</a>
SOUTH DAKOTA	6/1/2024	<a href="#">LI-CR-2023-028</a>	<a href="#">LI-CR-2023-029</a>	<a href="#">LI-CR-2024-002</a>
TENNESSEE	6/1/2024	<a href="#">LI-CR-2023-028</a>	<a href="#">LI-CR-2023-029</a>	<a href="#">LI-CR-2024-002</a>
TEXAS	6/2024	<a href="#">LI-CR-2023-028</a>	<a href="#">LI-CR-2023-029</a>	<a href="#">LI-CR-2024-005</a>
U.S. VIRGIN ISLANDS				
UTAH	6/1/2024	<a href="#">LI-CR-2023-028</a>	<a href="#">LI-CR-2023-029</a>	<a href="#">LI-CR-2024-002</a>
VERMONT	6/1/2024	<a href="#">LI-CR-2023-028</a>	<a href="#">LI-CR-2023-029</a>	<a href="#">LI-CR-2024-002</a>
VIRGINIA	6/1/2024	<a href="#">LI-CR-2023-028</a>	<a href="#">LI-CR-2023-029</a>	<a href="#">LI-CR-2024-002</a>
WASHINGTON	6/1/2024	<a href="#">LI-CR-2023-028</a>	<a href="#">LI-CR-2023-029</a>	<a href="#">LI-CR-2024-006</a>
WEST VIRGINIA	6/1/2024	<a href="#">LI-CR-2023-028</a>	<a href="#">LI-CR-2023-029</a>	<a href="#">LI-CR-2024-002</a>
WISCONSIN	6/1/2024	<a href="#">LI-CR-2023-028</a>	<a href="#">LI-CR-2023-029</a>	<a href="#">LI-CR-2024-002</a>
WYOMING	6/2024	<a href="#">LI-CR-2023-028</a>	<a href="#">LI-CR-2023-029</a>	<a href="#">LI-CR-2024-002</a>

(A) For Hawaii, refer to the Hawaii Insurance Bureau, Inc.