

LOSS COSTS/RULES/FORMS – IMPLEMENTATION

APRIL 26, 2024

COMMERCIAL AUTOMOBILE

LI-CA-2024-109

VIRGINIA REVISED COMMERCIAL AUTO FORMS, RULES AND LOSS COSTS TO BE IMPLEMENTED

KEY MESSAGE

We are implementing forms filing [CA-2024-OADF1](#), rules filing [CA-2024-RRU1](#), and loss costs filing [CA-2024-RLC1](#) which were submitted to the Virginia Bureau of Insurance.

BACKGROUND

In circulars [LI-CA-2024-092](#), [LI-CA-2024-093](#), and [LI-CA-2024-094](#), we informed you, in part that we had:

- Revised various Commercial Auto Forms, Rules, and Loss Costs; and
- Filed these revisions with Virginia Bureau of Insurance under ISO Filing Designation Numbers [CA-2024-OADF1](#), [CA-2024-RRU1](#), and [CA-2024-RLC1](#).

INSURANCE DEPARTMENT ACTION

We have received all necessary approvals or acknowledgments, as required by jurisdiction laws and regulations, from the Insurance Department.

EFFECTIVE DATE

CA-2024-OADF1 (Forms)

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

These changes are applicable to all policies written on or after January 1, 2025.

CA-2024-RRU1 (Rules)

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

These changes are applicable to all policies written on or after January 1, 2025.

CA-2024-RLC1 (Loss Costs)

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

These changes are applicable to all policies written on or after January 1, 2025.

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

IMPACT ON THE STATISTICAL REPORTING OF LOSS COST MULTIPLIER

For the purpose of reporting your company Loss Cost Multiplier under the CSP, as of January 1, 2025, the multiplier must be based on the relationship between your gross rates and the ISO advisory prospective loss costs contained in referenced circular [LI-CA-2024-094](#).

COMPANY ACTION

CA-2024-OADF1 (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 CA-2024-OADF1 and SERFF Tracking Number ISOF-134049257, 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.

CA-2024-RRU1 (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 Number CA-2024-RRU1, and SERFF Tracking Number ISOF-13409288, 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.

CA-2024-RLC1 (Loss Costs)

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 CA-2024-RLC1, and SERFF Tracking Number ISOF-134049376 NOT this circular number.

CAUTION: This reference filing revises only certain advisory prospective loss costs for Commercial Auto in Virginia. 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.

RATING SOFTWARE IMPACT

CA-2024-OADF1 (Forms)

New attributes being introduced with this revision:

- New edition dates of existing form numbers are being introduced.

CA-2024-RRU1 (Rules) and CA-2024-RLC1 (Loss Costs)

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-2024-016](#) 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

CA-2024-OADF1 (Forms)

We will issue a Notice to Portfolioholders with an edition date of 1-25 (or the earliest possible subsequent date), along with any new and/or revised forms.

CA-2024-RRU1 (Rules) and CA-2024-RLC1 (Loss Costs)

We will issue a Notice to Manualholders with an edition date of 1-25 (or the earliest possible subsequent date), along with any new and/or revised manual pages.

REFERENCE(S)

- [LI-CA-2024-094](#) (04/08/2024) Virginia Revised Uninsured Motorists Insurance Advisory Prospective Loss Costs Filed
- [LI-CA-2024-093](#) (04/08/2024) Virginia Revised Rule 300. Increased Liability Limits Filed
- [LI-CA-2024-092](#) (04/08/2024) Virginia Revised Changes Endorsements Filed
- [LI-CL-2024-016](#) (03/12/2024) Commercial Lines Revised Lead Time Requirements Listing

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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.

CONTACT INFORMATION

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