

RULES – IMPLEMENTATION

JUNE 10, 2024

COMMERCIAL AUTOMOBILE

LI-CA-2024-168

KENTUCKY REVISION OF COMMERCIAL AUTOMOBILE LIABILITY INCREASED LIMIT FACTORS TO BE IMPLEMENTED

KEY MESSAGE

The revised increased limit factors representing a **5.1%** change from the increased limit factors currently in effect are acknowledged.

BACKGROUND

In circular [LI-CA-2024-156](#), we advised you that we filed revised liability increased limit factors for the Commercial Lines Manual, Division One – Automobile, in Kentucky.

CHANGE(S)

This revision changes liability increased limit factors (**5.1%**) based on the 2023 review of the liability increased limits experience.

INSURANCE DEPARTMENT ACTION

The Insurance Department has acknowledged this revision as filed.

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, 2024.

EFFECT OF ISO REVISION ON FLEX RATING

This revision does not result in any change which would increase or decrease supplementary rating information for any classification of risks within any territory more than 25%.

A company that decides to revise its supplementary rating information should determine the overall rate level impact of its revision and any other revisions that it has implemented over the preceding 12 months. ISO has not made any revision of supplementary rating information for Commercial Auto over the preceding 12 months which would result in percent indications different than those contained in the filing.

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 Number CA-2024-IALL1 and SERFF Tracking Number ISOF-G134107683, 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-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

We will issue a Notice to Manualholders with an edition date of 12-24 (or the earliest possible subsequent date), along with any new and/or revised manual pages.

REFERENCE(S)

- LI-CA-2024-156 (05/30/2024) Kentucky Revision Of Commercial Automobile Liability Increased Limit Factors Filed
- LI-CL-2024-016 (03/12/2024) Commercial Lines Revised Lead Time Requirements Listing

OPTIONAL CLASS PLAN INFORMATION

For the latest updates on the Optional Class Plan, visit <https://www.verisk.com/insurance/products/new-commercial-auto-class-plan>.

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