

RULES – APPROVED

SEPTEMBER 23, 2024

COMMERCIAL PROPERTY

LI-CF-2024-119

SOUTH CAROLINA REVISION AND EXPANSION OF DEDUCTIBLE INSURANCE PLAN – RULE 81. AND WINDSTORM OR HAIL PERCENTAGE DEDUCTIBLE – RULE 82. APPROVED

KEY MESSAGE

This circular announces approval of Commercial Property rules filing [CF-2024-RDED1](#) in South Carolina.

BACKGROUND

In circular [LI-CF-2024-104](#), we advised you that we submitted rules filing CF-2024-RDED1 to the Insurance Department which made the following revisions:

- Rule **81.** is revised to reflect revised flat dollar deductible factors for Basic Group I, Basic Group II and Special Causes of Loss in Table 81.E.4. The amount of insurance groupings are revised, and the deductible factors are newly supported up to \$1,000,000.
- Rule **82.** is revised to reflect revised Basic Group II windstorm or hail percentage deductible factors in Table 82.D., and the amount of insurance groupings are revised to match the revisions to the flat dollar deductible groupings.

INSURANCE DEPARTMENT ACTION

The Insurance Department has approved this revision as filed.

EFFECTIVE DATE

We do not establish an effective date for Commercial Property 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 [CF-2024-RDED1](#) and SERFF Tracking Number [ISOFG134212859](#), 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:

- New, additional factors are being introduced.
- Current factors are being revised.
- A calculation is being revised.

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 5-25 (or the earliest possible subsequent date), along with any new and/or revised manual pages.

RELATED LOSS COSTS REVISION

We are announcing in a separate circular the approval of a corresponding loss costs revision, which implements the off-balances from the deductible changes so that implementation is on a revenue-neutral basis. Please refer to the Reference(s) block for identification of that circular.

REFERENCE(S)

- [LI-CF-2024-120](#) (09/23/2024) South Carolina Commercial Fire And Allied Lines Advisory Prospective Loss Cost Revision Approved
- [LI-CF-2024-104](#) (08/23/2024) South Carolina Revision And Expansion Of Deductible Insurance Plan – Rule 81. And Windstorm Or Hail Percentage Deductible – Rule 82. Filed
- [LI-CL-2024-016](#) (03/12/2024) Commercial Lines Revised Lead Time Requirements Listing

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CONTACT INFORMATION

If you have any questions concerning:

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