

COMMONWEALTH OF VIRGINIA



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STATE CORPORATION COMMISSION BUREAU OF INSURANCE

December 18, 1989

ADMINISTRATIVE LETTER
1989 - 13

**TO: ALL PROPERTY AND CASUALTY INSURERS AND RATE SERVICE
ORGANIZATIONS LICENSED IN VIRGINIA**

RE: DELAYED EFFECT OF RATE FILINGS

Administrative Letter 1988-17, dated November 3, 1988, outlined the filing requirements for the subclasses of liability insurance subject to delayed effect of rates pursuant to Virginia Code Section 38.2-1912. It also advised insurers of the subclasses of insurance exempted from the rate filing requirements of Chapter 19 of Title 38.2. In an Order entered on September 15, 1989 in Case No. INS890416, the State Corporation Commission amended the subclasses of insurance that were the subject of Administrative Letter 1988-17. This letter is to advise all insurers and rate service organizations of the amendments required by the September 15, 1989 Order.

The list of subclasses of liability insurance subject to Section 38.2-1912 (delayed effect of rate) is as follows:

- Detective or Investigative Agencies Liability (private)
- Gas Companies Liability
- Insurance Agents Professional Liability
- Law Enforcement Agencies Liability
- Lawyers Professional Liability
- Medical Professional Liability
- Pest Control Liability
- Public Officials Errors & Omissions Liability
- Real Estate Agents Professional Liability
- School Board Errors and Omissions Liability
- Security Guards Liability
- Sewage Treatment Plants Liability
- Volunteer Fire Departments and Rescue Squads Liability, and
- Water Treatment Plants Liability

The list of subclasses of liability insurance exempted from rate filing requirements is as follows:

Architects and Engineers Professional Liability
Asbestos Abatement Contractors Liability
Dams (existence hazard) Liability
Directors and Officers Liability
Environmental Impairment Liability
Landfill Liability
Liquor Liability
Public Housing Liability
Underground Tanks Liability

All of the rule and rate filing procedures described in 1988-17 remain in effect. Please pay particular attention to the instructions regarding incomplete form and rate filings and the requirements for policy effective dates. Administrative Letters 1987-7, 1987-11 and 1989-10 deal with issues related to the filing of rates subject to Section 38.2-1912; therefore you may find it helpful to review them prior to submitting rate filings.

Sincerely,



Steven T. Foster
Commissioner of Insurance

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