

# COMMONWEALTH OF VIRGINIA



STEVEN T. FOSTER  
COMMISSIONER OF INSURANCE

Box 1157  
RICHMOND, VA 23209  
TELEPHONE: (804) 786-3741  
TDD/VOICE: (804) 225-3806

## STATE CORPORATION COMMISSION BUREAU OF INSURANCE

January 29, 1991

### Administrative Letter 1991-1

**TO: All Companies Licensed to Write Commercial Liability Insurance**

**RE: Supplemental Reports for Potentially Noncompetitive Lines and Subclassifications of Commercial Liability Insurance as Required by Virginia Code Section 38.2-1905.2**

The 1990 General Assembly amended Virginia Code Section 38.2-1905.1 to permit the biennial (in lieu of annual) designation by the State Corporation Commission (SCC) of lines and subclassifications of insurance where it believes competition may not be an effective regulator of rates. The Commission's most recent designation of troubled lines was in its report dated December, 1989. Due to the amendments mentioned above, no report was issued in December, 1990 and the next report will be issued by the SCC later in 1991.

The issuance of a report designating lines and subclassifications triggers a data call of Supplemental Reports as required by Section 38.2-1905.2. While the next Supplemental Reports will not be due until May 1, 1992, the data call will include the years 1990 and 1991.

The purpose of this Administrative Letter is to advise that when the Commission's report is issued later this year insurers will be sent a listing of the potentially noncompetitive lines and subclassifications of commercial liability insurance so that they may begin collecting the data due May 1, 1992. Insurers will be advised of any changes in the Supplemental Report format at that time. Please advise the appropriate data reporting

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departments that no Supplemental Reports are due in 1991 and that each insurer will be receiving additional reporting instructions later this year.

Sincerely,

A handwritten signature in black ink, appearing to read "S. T. Foster", with a long horizontal flourish extending to the right.

Steven T. Foster  
Commissioner of Insurance

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