

COMMONWEALTH OF VIRGINIA
STATE CORPORATION COMMISSION
BUREAU OF INSURANCE

AT RICHMOND, APRIL 1, 1998
ADMINISTRATIVE ORDER NO. 11293

ORDER SUSPENDING THE REQUIREMENT OF FILING RULES AND RATES USED IN WRITING INSURANCE COVERAGE FOR YEAR 2000-RELATED COMPUTER AND OTHER ELECTRONIC PROBLEMS, FOR ALL LINES OF COMMERCIAL INSURANCE SUBJECT TO CHAPTER 19 OF TITLE 38.2 OF THE CODE OF VIRGINIA, PURSUANT TO THE PROVISIONS OF SECTION 38.2-1903.

WHEREAS, it appearing to the Commissioner of Insurance that the requirement of filing rules and rates for writing insurance for Year 2000-Related Computer and Other Electronic Problems should be suspended, pursuant to the provisions of § 38.2-1903 of the Code of Virginia, because rules and rates therefor cannot practicably be filed before they are used by an insurer due to the lack of credible data upon which to develop classification rates;

IT IS, THEREFORE, ORDERED, that the requirement of filing manuals of classifications, rules and rates, and rating plans and rating schedules for writing insurance for Year 2000-Related Computer and Other Electronic Problems is hereby suspended for the lines of insurance captioned above pursuant to the provisions of § 38.2-1903, by entry of this order, and until further order of the Commission.

IT IS FURTHER ORDERED, that the rules and rates affected by this order and hereafter used by insurers in this Commonwealth shall not be excessive, inadequate, or unfairly discriminatory, and the Commission hereby reserves the right, either upon its own motion or upon complaint, to make such examination or investigation with respect thereto as it may deem advisable or necessary in order to determine whether any rates affected by such suspension may be, or may become, excessive, inadequate or unfairly discriminatory.

AN ATTESTED COPY HEREOF shall be sent to all licensed rate service organizations; to Mary M. Bannister, Deputy Commissioner of Insurance; and to all insurance companies affected thereby.

William J. Bridge
Clerk of the State Corporation Commission