



COMMONWEALTH OF PUERTO RICO

OFFICE OF THE COMMISSIONER OF INSURANCE

December 18, 1987

Ruling No. N-AM-I-12-13-87

TO ALL INSURERS MEMBERS AND SUBSCRIBERS
OF THE INSURANCE SERVICES OFFICE, INC.

Subject: Effective date for the
Implementation of the
Simplified Commercial Lines
Program

Dear Sirs:

As you all know, the effective date for the implementation of the Simplified Commercial Lines Program approved to the Insurance Services Office, Inc., on behalf of its member and subscriber insurers, was to become effective on January 1, 1988, for all business which will become effective on or after said date. Nevertheless, some insurers have indicated that they will not be able to begin writing policies as of that date.

At this time, this Office has decided that no additional postponement will be granted in such effective date. However, we will permit a slight modification in the original rule of application for the implementation of the aforesaid date. To this effect, the rule of application of the effective date of the program is hereby modified as follows:

1. The approved Simplified Commercial Lines Program shall be used with all new business written on or after January 1, 1988.

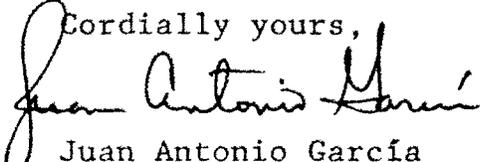
New business shall mean any risk or part of it which is not in the books of an insurer on the aforesaid effective date.

2. The present Commercial Lines Program shall be used with all renewal business written on or after January 1, 1988, until such time as this Office determines the appropriate date to commence using the Simplified Commercial Lines Program with such type of business.

This action is also taken as a means to monitor the effect on the rate level of the numerous changes in rules incorporated by the program whose effect is not possible to anticipate, except after using such rates.

We hereby request strict compliance with the rule of application of the effective date for the program as set forth herein.

Cordially yours,



Juan Antonio García
Commissioner of Insurance