



GOVERNMENT OF PUERTO RICO

OFFICE OF THE COMMISSIONER OF INSURANCE

June 21, 2011

RULING LETTER NO. 2011-127-AP

TO ALL INSURERS AUTHORIZED TO TRANSACT MOTOR VEHICLE INSURANCE
IN PUERTO RICO

**Request for Information on Motor Vehicle Liability Insurance Written for
Commercial Carriers**

Dear Sirs and Madams:

The Federal Motor Carrier Safety Act, approved in 1980, required all states and territories to implement the regulations set forth in said Act, within a period of five (5) years. As part of the regulations and subsequent amendments of year 1999 it was required that all carriers of non-hazardous materials show proof of their financial responsibility in the amount of \$750,000 and carriers of hazardous materials should show proof of financial responsibility in the amount of \$5,000,000.

In order to adequately address the need for having carriers assume liability, our Office seeks to obtain updated information on commercial motor vehicle liability policies for public and private carriers (excluding those that transport passengers). Our objective is to analyze the availability and cost in the local insurance market required under federal legislation known as the Motor Truck Carrier Act of 1980.

Therefore, by virtue of the powers conferred in Section 2.030 of the Puerto Rico Insurance Code, we are requesting that all domestic insurers that write commercial vehicle insurance complete the form that we have designed in order to facilitate the gathering of the aforementioned information. The form may be found on our website along with this Ruling Letter. You may use the "Comments" section to make any comments you wish with regard to the questions on the form.

Once the form is completed, it should be filed with our Office on or before July 29, 2011.

Please mail the form, by regular mail, to the attention of Mrs. Miriam Ortiz- Rodríguez and by email to miortiz@ocs.gobierno.pr.

If you have any questions or need additional information, do not hesitate to call Mrs. Miriam Ortiz at (787) 304-8686, extensions 4100 and 4102.

Strict compliance with this Ruling Letter is required.

Cordially yours,

SIGNED

Ramón L. Cruz Colón, CPCU, ARe, AU
Commissioner of Insurance



GOVERNMENT OF PUERTO RICO

OFFICE OF THE COMMISSIONER OF INSURANCE

Enclosure for Ruling Letter No.: 2011-127-AP

INFORMATION ON COMMERCIAL MOTOR VEHICLE INSURANCE FOR
CARRIERS

(Exclude carriers that transport passengers)

1. Name of Insurer: _____

2. NAIC Code _____

3. State kinds of commercial liability insurance you write:
 - a) Policy for Private carrier No Yes, maximum limit: _____

 - b) Policy for Public carrier No Yes maximum limit: _____

 - c) Public and private carrier policy to which federal legislation known as the "Motor Truck Carrier Act of 1980" is applicable (if you write such, answer affirmatively, even if not in compliance with all or some requirements of the Act)
 No Yes, maximum liability provided: _____

4. Do you have any commercial motor vehicle insurance policies in force for public or private carriers to which federal legislation known as the "Motor Truck Carrier Act of 1980" is applicable? If you do, answer affirmatively even if the policies do not comply with all or some requirements of the Act.
 No Yes

5. If you answered questions 3(c) or 4 affirmatively, please state:
 - a) Number of policies in force _____

 - b) Total written premium _____

 - c) Total trucks insured _____

6. Provide the following information by Insurance Limit: (if necessary, insert more rows)

<i>Liability Limit</i>	<i>Total Written Premium</i>	<i>Number of Policies</i>	<i>Number of Trucks Insured</i>	<i>Average Trucks Insured per Policy</i>

7. Do the commercial motor vehicle liability policies for these carriers comply with the provisions of federal legislation known as the "Motor Truck Carrier Act of 1980"? That is, do they comply with the minimum financial responsibility and the MCS 90 endorsement required by the Act?

Do not comply Yes, they comply with both requirements

Only comply with the following requirement: endorsement limit

8. Complete the following table with regard to the MCS 90 endorsement: (if necessary, insert more rows)

<i>Liability Limit</i>	<i>Number of Trucks Insured</i>	<i>Number of Trucks with MCS 90 Endorsement</i>

9. Provide the following information on the three carrier liability insurance risks with the highest number of insured trucks:

<i>Policy No.</i>	<i>Named of the Insured</i>	<i>Liability Limit</i>	<i>Total Premium</i>	<i>Number of Insured Trucks</i>	<i>MCS90 Endorsement ?</i>
					<i>Yes or No</i>

10. What reinsurance facilities do you have in order to write insurance in accordance with federal legislation known as the "Motor Truck Carrier Act of 1980"?

- a) Automatic reinsurance with a maximum limit of \$ __ b) Facultative reinsurance

11. Provide the average premium for the following risks:

- a) Extremely hazardous material carrier with a \$5 million limit:

\$ _____

- b) Other hazardous material carrier (not extremely hazardous) with a \$1 million limit: \$ _____

- c) Public carrier of non-hazardous material with a \$750,000 limit:

\$ _____

COMMENTS (Indicate the Section and the number of the question)

CERTIFICATION OF INFORMATION

Signature of Insurer's Representative

Date

Please indicate:

Name _____
(Please print)

Position

Email _____

Telephone _____

Fax _____