



The Surplus Line
Association of California

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November 5, 2018

BULLETIN #1359

RE: NEW COVERAGE CODES

As a result of the California Department of Insurance (CDI) making two changes to the Export Code on October 24, 2018, the SLA is modifying its coverage codes to accommodate those changes. The CDI's changes, described in [SLA Bulletin #1358](#), removed commercial difference-in-conditions (DIC) and stand-alone earthquake policies with limits of \$10 million or less from the Export List, and also added commercial third-party liability and optional physical damage insurance for unmanned aerial vehicles and systems with "episodic flight coverage," i.e. drones.

Going forward, code number 996 will be used for commercial DIC policies with limits of \$10 million or less, and code number 997 will be used for stand-alone earthquake policies with limits \$10 million or less. Commercial DIC and stand-alone earthquake policies with limits of more than \$10 million will now use coverage code 416. These three codes will take the place of coverage code 406, which was previously used for all commercial DIC and stand-alone earthquake policies.

The SLA is also adding three coverage codes for drones. Coverage code 455 will apply to policies covering drone physical damage or loss. Coverage code 594 will apply to drone third-party liability. Coverage code 659 will apply to drone commercial third-party liability and optional physical damage.

For all commercial DIC/stand-alone earthquake policies, those filing will need to provide the SLA with the portion of the policies showing the coverage limits.

Please contact the SLA at (415) 434-4900 and ask to be connected with one of our lead analysts if you have any questions.

Sincerely,

Michael Caturegli

Senior Vice President, Data Analysis and Technology
Surplus Line Association of California