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February 1, 2013

BULLETIN #1281

RE: REVISED EXPORT LIST

Attached is the four page California Department of Insurance ("CDI") Bulletin No. 2013-1 regarding the Commissioner's Export List. The List was issued on January 8, 2013. Export List items are exempt from SL-2 (Diligent Search Report) requirements under CIC Section 1763 because the Commissioner determined there is not a reasonable or adequate market among admitted insurers for these insurance coverages.

The revised Export List contains one new item: Physician/Medical Group/Hospital Billing E/O.

Also attached is the SLA Export List with SLA code numbers.

Sincerely

Dujanne J. M. Kay

Benjamin J. McKay, J.D. M.P.A. Executive Director

BMcK

STATE OF CALIFORNIA DEPARTMENT OF INSURANCE 45 FREMONT STREET SAN FRANCISCO, CA 94105

Bulletin No. 2013- 1 January 8, 2013

TO: All Surplus Line Brokers, Admitted Insurers, and Other Interested Persons

SUBJECT: Export List

Pursuant to Insurance Code Section 1763.1, the Commissioner may by order declare eligible for placement with a nonadmitted insurer and exempt from all the requirements of Section 1763, except the filing of a confidential written report, any type of insurance coverage or risk for which he finds after a public hearing that there is not a reasonable or adequate market among admitted insurers.

This year the Department held a public hearing and comment period regarding the annual renewal of the list as required by the statute. There is one new item added to the list and the item is liability coverage for Physician/Medical Group/Hospital Billing Errors and Omissions.

The Department reminds you that risks and coverages not appearing on this list may still be exportable but subject to the full documentation of the diligent search being performed with respect to insurance issued to a home state insured as required by Insurance Code Section 1763.

A public hearing will be held annually or more often at the Commissioner's discretion regarding the attached export list. The Commissioner or his designee shall notify all surplus line brokers of any removal from the list. The contact person is Carol Frair, Senior Staff Counsel, Department of Insurance, 45 Fremont Street, San Francisco, CA 94105, (415) 538-4408.

DAVE JONES Insurance Commissioner

Nettie Hoge, Chief of Staff

#756704v1

EXPORT LIST 2013

ACCIDENT/DISABILITY

BRIDGE PLAN *

HIGH LIMITS DISABILITY **

INTERNATIONAL MAJOR MEDICAL

AUTOMOBILES

EXOTIC/CLASSIC/ANTIQUE AUTOS WITH A VALUE IN EXCESS OF \$100,000

AVIATION

AVIATION EXCESS LIABILITY

SHORT TERM MEDIA/ENTERTAINMENT NON-OWNED CONTINGENT AIRCRAFT LIABILITY (FILM/E NTERTAINMENT PRODUCTIONS)

CRIME

EXCESS CRIME

KIDNAP & RANSOM

FIRE & ALLIED LINES

AMUSEMENT PARKS/CARNIVALS AND AMUSEMENT DEVICES

COMMERCIAL DIC/STAND ALONE EARTHQUAKE

DISASTER INCOME PROTECTION

EXCESS FLOOD

EXPLOSIVE MANUFACTURING/SALES/STORAGE

HAY IN THE OPEN

HOMEOWNERS EARTHQUAKE/EXCESS LIMITS OR DEDUCTIBLE BUYBACK

INDIVIDUAL INSUREDS WITH LARGE SCHEDULES WHERE THE TIV(TOTAL INSURED VALUES)AR E IN EXCESS OF \$500 MILLION

SAWMILLS

VACANT BUILDINGS

GENERAL LIABILITY

AMBULANCE SERVICES INCLUDING PROFESSIONAL LIABILITY AMUSEMENT PARKS/CARNIVALS/DEVICES BLASTING CONTRACTORS

BUILDING MOVING

CLINICAL AND SIMILAR TESTS OF PHARMACEUTICAL, MEDICAL, BIOLOGICAL & OTHER SIMI LAR PRODUCTS

CONTRACTORS ENGAGED IN CONSTRUCTION OF NEW TRACT HOMES AND/OR NEW CONDOMINIUMS

CRANE & RIGGING CONTRACTORS

DEMOLITION CONTRACTORS

EMPLOYMENT PRACTICES LIABILITY

ENVIRONMENTAL IMPAIRMENT REMEDIATION AND POLLUTION LIABILITY

EXCESS LIABILITYWHERE PART OF UNDERLYING IS NONADMITTED

EXPLOSIVES INCLUDING MANUFACTURING/SALES/STORAGE

FIREWORKS DISPLAYS

FOSTER FAMILY (OCCURRENCE BASED ONLY)

HOT AIR BALLOON

LIMITS THAT ATTACH IN EXCESS OF \$150 MILLION

OILFIELD CONTRACTORS

OUTFITTERS AND GUIDES

PATENT/TRADEMARK/COPYRIGHT INFRINGEMENT

PRODUCTS RECALL

PRODUCTS/COMPLETED OPERATIONS(WRITTEN ON A STAND ALONE BASIS)

SEASONAL OR MOBILE FAIRS, CONCESSIONAIRES, VENDORS AND FAIRS, WITH OR WITHOUT LIQUOR LIABILITY

SECURITY GUARD SERVICES

SHORT TERM MEDIA/ENTERTAINMENT RAILROAD PROTECTIVE LIABILITY (FILM/ENTERTAINME NT PRODUCTIONS)

SHORT TERM SPECIAL EVENTS (EXCLUDING HOLE-IN-ONE)

TATTOO AND BODY PIERCING SHOPS

INLAND MARINE

ALL VESSELS IN EXCESS OF 30 FEET AND RATED WITH A MAXIMUM SPEED OF 45 MPH

ANY VESSEL/WITH A MAXIMUM RATED SPEED IN EXCESS OF 55 MPH

EXCESS MOTOR TRUCK CARGO

PERSONAL ARTICLES FLOATERS WRITTEN ON A STAND ALONE BASIS WHERE THE VALUE OF THE SCHEDULE IS IN EXCESS OF \$1M OR CONTAINS A SINGLE ITEM(S) OVER \$100,000

MISCELLANEOUS

EVENT CANCELLATION

POLITICAL RISKS INCLUDING EXPROPRIATION, CONFISCATION, UNFAIR CALLING

PRIZE INDEMNIFICATION (EXCLUDING HOLE-IN-ONE COVERAGE)

SHORT TERM MEDIA/ENTERTAINMENT FAILURE TO SURVIVE FOR \$5 MILLION AND OVER (FILM/ENTERTAINMENT PRODUCTIONS)

PROFESSIONAL LIABILITY/ERRORS & OMISSION

ARCHITECTS & ENGINEERS/CONDO COVERAGE ONLY

CAMPAIGN TREASURERS

CREDITORS' COMMITTEES

PHYSICIAN/MEDICAL GROUP/HOSPITAL BILLING E/O

TATTOO & BODY PIERCING SHOPS E/O

* The Bridge Plan covers 65 year old people who must wait a certain period before they can enroll in Medicare. These people either 1) failed to meet the residency requirement of Medicare and must wait 5 years to meet the residency requirement or 2) failed to enroll during the proper Medicare enrollment period and now must wait a brief period before they are eligible to enroll.

** High Limits Disability is coverage that offers benefit amounts over the admitted market maximum issue and participation limits and/or includes occupations which are not eligible.

California Department of Insurance Export List

Export List Item	Export List Code
ACCIDENT/DISABILITY	
BRIDGE PLAN*	707
HIGH LIMITS DISABILITY**	706
INTERNATIONAL MAJOR MEDICAL	705
AUTOMOBILES	
EXOTIC/CLASSIC/ANTIQUE AUTOS WITH A VALUE IN EXCESS OF \$100,000	52
AVIATION	
AVIATION EXCESS LIABILITY	586
SHORT TERM MEDIA/ENTERTAINMENT NON-OWNED CONTINGENT AIRCRAFT LIABILITY (FILM NTERTAINMENT PRODUCTIONS)	
CRIME	
EXCESS CRIME	152
KIDNAP & RANSOM	153
FIRE & ALLIED LINES	
AMUSEMENT PARKS/CARNIVALS AND AMUSEMENT DEVICES	405
COMMERCIAL DIC/STAND ALONE EARTHQUAKE	406
DISASTER INCOME PROTECTION	415
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HAY IN THE OPEN	412
HOMEOWNERS EARTHQUAKE/EXCESS LIMITS OR DEDUCTIBLE BUYBACK	408
INDIVIDUAL INSUREDS WITH LARGE SCHEDULES WHERE THE TIV(TOTAL INSURED VALUES)A	AR 409
E IN EXCESS OF \$500 MILLION	
SAWMILLS	411
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CONTRACTORS ENGAGED IN CONSTRUCTION OF NEW TRACT HOMES AND/OR NEW CONDOMI	NIUMS 566
CRANE & RIGGING CONTRACTORS	591
DEMOLITION CONTRACTORS	567
EMPLOYMENT PRACTICES LIABILITY	569
ENVIRONMENTAL IMPAIRMENT REMEDIATION AND POLLUTION LIABILITY	568
EXCESS LIABILITYWHERE PART OF UNDERLYING IS NONADMITTED	582
EXPLOSIVES INCLUDING MANUFACTURING/SALES/STORAGE	570
FIREWORKS DISPLAYS	571
FOSTER FAMILY (OCCURRENCE BASED ONLY)	588
HOT AIR BALLOON	589
LIMITS THAT ATTACH IN EXCESS OF \$150 MILLION	573

California Department of Insurance Export List

Export List Item

Export List Code

GENERAL LIABILITY OILFIELD CONTRACTORS 574 OUTFITTERS AND GUIDES 579 PATENT/TRADEMARK/COPYRIGHT INFRINGEMENT 572 PRODUCTS RECALL 576 PRODUCTS/COMPLETED OPERATIONS(WRITTEN ON A STAND ALONE BASIS) 575 SEASONAL OR MOBILE FAIRS, CONCESSIONAIRES, VENDORS AND FAIRS, WITH OR WITHOUT 587 LIQUOR LIABILITY SECURITY GUARD SERVICES 581 SHORT TERM MEDIA/ENTERTAINMENT RAILROAD PROTECTIVE LIABILITY (FILM/ENTERTAINME 592 NT PRODUCTIONS) SHORT TERM SPECIAL EVENTS (EXCLUDING HOLE-IN-ONE) 580 TATTOO AND BODY PIERCING SHOPS 583 **INLAND MARINE** ALL VESSELS IN EXCESS OF 30 FEET AND RATED WITH A MAXIMUM SPEED OF 45 MPH 454 ANY VESSEL/WITH A MAXIMUM RATED SPEED IN EXCESS OF 55 MPH 452

EXCESS MOTOR TRUCK CARGO	451
PERSONAL ARTICLES FLOATERS WRITTEN ON A STAND ALONE BASIS WHERE THE VALUE OF	453
THE SCHEDULE IS IN EXCESS OF \$1M OR CONTAINS A SINGLE ITEM(S) OVER \$100,000	

MISCELLANEOUS

EVENT CANCELLATION	656
POLITICAL RISKS INCLUDING EXPROPRIATION, CONFISCATION, UNFAIR CALLING	655
PRIZE INDEMNIFICATION (EXCLUDING HOLE-IN-ONE COVERAGE)	657
SHORT TERM MEDIA/ENTERTAINMENT FAILURE TO SURVIVE FOR \$5 MILLION AND OVER	658
(FILM/ENTERTAINMENT PRODUCTIONS)	

PROFESSIONAL LIABILITY/ERRORS & OMISSION

ARCHITECTS & ENGINEERS/CONDO COVERAGE ONLY	577
CAMPAIGN TREASURERS	578
CREDITORS' COMMITTEES	584
PHYSICIAN/MEDICAL GROUP/HOSPITAL BILLING E/O	593
TATTOO & BODY PIERCING SHOPS E/O	585

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