



May 24, 1994

BULLETIN #641

**RE: DEPARTMENT OF MOTOR VEHICLES "TERMINATION OF NON-ADMITTED
AUTO
LIABILITY COVERAGE"**

We refer you to the Department of Motor Vehicle's letter dated May 17, 1994, which is enclosed with this bulletin.

Concerning the second paragraph, you will note that, "Unless the insurance company name appears on the "Listing of Filings," the DMV will not consider any automobile or motor vehicle liability policy based on a non admitted company to be valid after May 25, 1994."

Please familiarize yourself with the bulletin, and if you have any questions, phone Carmen Rios at 916-657-6347. James S. Pugh

Assistant Manager

JSP/imb

Enclosure STATE OF CAUFORNA-BUSINESS. TRANSPORTATION AND HOUSING AGENCY

PETE WILSON, GOVERNOR

DEPARTMENT OF MOTOR VEHICLES

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May 17, 1994

Mr. Arthur Freeman

Surplus Line Association of California

388 Market Street, Suite 1150

San Francisco, CA 94111

Dear Mr. Freeman:

Subject: Request for publication in your Bulletin To All Members of the following item regarding "Termination of Non Admitted Auto Liability Coverage".

Effective May 25, 1994, the Department of Motor Vehicles (DMV) will begin to cancel all non admitted insurance company proof certificates (SR-22's/ SR-1P's) on its driver license database. Drivers who fail to maintain an SR-22 when proof of financial responsibility is required will be suspended.

The full implementation of Regulation 2174 on May 24, 1993, required that insurers be on the California Department of Insurance "Listing of Filings" if they wished to continue placements of motor vehicle liability coverage in this state. Unless the insurance company name appears on the 'Listing of Filings', the DMV will not consider any automobile or motor vehicle liability policy based on a non admitted company to be valid after May 25, 1994.

Any questions regarding this bulletin may be addressed to Carmen Rios, Manager of DMV's Financial Responsibility Policy Unit, at (916) 657-6347.

Thank you for your cooperation.

Financial Responsibility Policy Unit

cc: Charles Wiscavage, Department of Insurance

