



October 22, 2019

POST-TRIPRA TERRORISM ENDORSEMENTS INTRODUCED IN VIRGINIA

BACKGROUND	<p>The Terrorism Risk Insurance Program Reauthorization Act of 2015 (TRIPRA) is set to expire on December 31, 2020. Any loss occurring after that date would not be covered by the current federal terrorism reinsurance program.</p> <p>Policies issued between January 2, 2020 and December 31, 2020 will fall partly under the provisions of TRIPRA. After December 31, 2020, the terrorism endorsements on these policies will not apply as they are contingent on TRIPRA being in place.</p>
MSO® ACTION	<p>MSO, Inc. has developed post-TRIPRA terrorism endorsements that can be attached to policies effective after January 1, 2020. These are conditional exclusions of terrorism losses that will apply if TRIPRA is not extended. The exclusions are similar to those that applied prior to the enactment of TRIA.</p>
EFFECTIVE DATE	<p>Immediately.</p>
ENDORSEMENTS	<p>The post-TRIPRA endorsements use the same endorsement numbers as the TRIPRA endorsements, but with a 09 19 edition date. This way, companies do not need to program for new forms.</p>
POLICYHOLDER NOTICES	<p>We have also developed policyholder notices for the endorsements. You may use these with renewal policies to meet the individual state policy change notice requirements.</p>
FUTURE ACTION	<p>In the event that the Terrorism Risk Insurance Program Reauthorization Act of 2015 (TRIPRA) is renewed with no amendments, MSO, Inc. will refile the 01 15 editions with new edition dates as the Virginia Department of Insurance does not permit more than one version of an endorsement with the same form number.</p>
DISTRIBUTION	<p>The new Terrorism, endorsements and policyholders notices will be added to the CD-ROM. Affiliated companies may access it through our website: https://pm.msonet.com.</p>
QUESTIONS	<p>Contact Pepper Treuvey, AU at (800) 935-6900.</p>