



June 9, 2022

**MANDATORY ENDORSEMENT REVISED IN
ARKANSAS TO IMPLEMENT HOUSE BILL 1243
AND OPTIONAL ENDORSEMENT
ADDITIONAL INSUREDS – LANDLORDS – PRIMARY AND
NON-CONTRIBUTORY LIABILITY BASIS ADDED**

BACKGROUND House Bill 1243 replaced the definition of “Policy Cancellations” minimum notice requirements with “Unfair property or casualty policy cancellation”. The revision requires a Company to send written notice of cancellation based on length of time policy is in force. Notice is required to include reason for cancellation.

- For policies in force 60 days or less notice must be mailed or delivered 10 days prior for nonpayment of premium and 20 days prior for any other reason.
- For policies in force more than 60 days, notice must be mailed or delivered 10 days prior for nonpayment of premium and 20 days prior for specified reason.

MSO has filed an Additional Insured – Landlords – Primary and Non-Contributory Liability Basis endorsement for use with our Commercial Farmowners line. Form is already approved for use with Commercial Liability in Arkansas.

MSO ACTION MSO, has filed and received approval for :
Mandatory Endorsement – Arkansas MCL 824, MGP 836 and MCM 836 07 22.

There is no rate impact.

NEW FORM MSO, has filed and received approval for :
MCL 339 09 12 Additional Insureds - Landlords – Primary and Non-Contributory Liability Basis, which is available for use.

AVAILABILITY Full details of House Bill 1243 may be accessed on the www.arkleg.state.ar.us website:
<https://www.arkleg.state.ar.us/Bills/Detail?id=HB1243&chamber=House&ddBieniumSession=2021%2F2021R>

EFFECTIVE July 1, 2022 – New Business
July 1, 2022 – Renewals

- COMPANY ACTION** Companies writing Commercial Lines programs in Arkansas are encouraged to adopt the revised mandatory endorsements.
- DISTRIBUTION** The revised endorsement will be added to the CD-ROM. Affiliated companies may access them through our website: www.msonet.com.
- QUESTIONS** Contact Richard Pelkofsky at (800) 935-6900 or email at rpelkofsky@msonet.com