



June 8, 2022

MANDATORY ENDORSEMENT REVISED IN ARKANSAS TO IMPLEMENT HOUSE BILL 1243

- 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 ACTION** MSO, has filed and received approval for :
Mandatory Endorsement – Arkansas MPL 174 07 22
- There is no rate impact.
- 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&ddBieaniumSession=2021%2F2021R>
- EFFECTIVE** July 1, 2022 – New Business
July 1, 2022 – Renewals
- COMPANY ACTION** Companies writing Personal Lines programs in Arkansas are encouraged to adopt the revised endorsement.
- DISTRIBUTION** The revised endorsement has been added to our site: <https://www.msonet.com> for affiliated company access.
- QUESTIONS** Contact Richard Pelkofsky at (800) 935-6900 or by email at rpelkofsky@msonet.com.