MSO BULLETIN 08.13.26
August 13, 2026

* INFORMATIONAL BULLETIN *
TRIA REAUTHORIZATION

BACKGROUND

The Terrorism Risk Insurance Act is expiring December 31, 2027.

On June 29, 2026, the House of Representatives passed TRIA reauthorization bill H.R.7128, extending the program through 2034. H.R.7128 also increases the event-certification loss threshold from $5 million to $10 million starting in 2029, and requires the Department of the Treasury to issue a certification decision within 90 days.

The bill is now in the Senate, which has not scheduled a specific date to discuss or vote on their companion TRIA reauthorization bill S.4395.

At this time, desire to reauthorize TRIA appears to be bipartisan. However, only after reauthorization passes Congress and regulatory guidance is released, can resulting changes to coverage endorsements, exclusion endorsements, required disclosures, policyholder notices, and manual rules / rates be finalized.

MSO ACTION

MSO is and has been monitoring Congressional proceedings. We are actively preparing for a potential transition by:

- Watching public position of industry groups.
- Assigning resources to the Project.
- Escalating the Project to highest priority.
- Evaluating potential scope and impact of proposed changes.
- Conducting an in-depth review of all terrorism-related MSO intellectual property.
- Developing a Project Plan to quickly file revised materials in states with member company affiliation, then followed by other states where MSO materials are in place.
- Adding revised materials for relevant lines of business to future filings.

Member companies will receive updates as we move forward.

COMPANY ACTION

Under TRIA, property and casualty insurers are required to make terrorism coverage available for commercial policyholders. There is no indication this requirement will change.

Companies may be renewing January 2027 policies as early as November 2026. Those policies will have expiration dates after the current TRIA program expires. We feel current policy provisions act as a stopgap until new forms are in place. However, we can assist with development of a Policyholder Notice upon request.

Companies should allocate resources for evaluation of impact on internal systems, and review of any company exceptions to MSO terrorism materials. Revisions to or withdrawal of company exceptions will be handled on an individual request basis as separate Project assignments.

QUESTIONS Contact Mary Beegle at 800-935-6900.