

DEPARTMENT OF INSURANCE**Office of the Commissioner**

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VIA WEB POSTING

TO: All property and casualty insurers admitted to write or writing the following annual statement line coverages: commercial fire and allied lines, commercial multiple peril, ocean marine, inland marine, other liability, products liability and boiler and machinery

Subject: **Terrorism Risk Insurance Data Call – extension of time granted**

The Commissioner deems it necessary to specially examine the business and affairs of each such insurer directly transacting the specified terrorism related coverage lines pursuant to California Insurance Code section 730 (a). However, in lieu of conducting an examination under Article 4 (commencing with California Insurance Code section 729), the Commissioner has agreed to accept an examination and report by, or under the supervision of, the New York Department of Financial Services (“New York”), an insurance department accredited by the National Association of Insurance Commissioners Financial Regulation Standards and Accreditation Program. See California Insurance Code section 730 (d).

California is one of several state insurance departments participating in this examination being coordinated by New York. New York is the chair of the National Association of Insurance Commissioners’ Terrorism Insurance Implementation (C) Working Group committee, of which California is a member, charged with the responsibility of collecting such information. New York intends to utilize the NAIC to aggregate and analyze the information collected, as well as undertake any related tasks as direct.

Wherefore, in lieu of individual company on-site examination, the California Insurance Commissioner requests each such person from whom such information is sought to provide the information directly to the New York and ultimately the National Association of Insurance Commissioners by **November 1, 2016**. As New York has informed all that it is authorized and able to receive such information confidentially, this information shall be so provided and received confidentially, pursuant to California Insurance Code section 735.5 (b). By acting in this coordinated manner, each such insurer need only respond once to New York. To the extent this request is also considered supplemental accounting, financial and actuarial information, it shall be confidentially received and not subject to subpoena. See California Insurance Code sections 925 and 925.3.

Sincerely,

John Finston, General Counsel & Deputy Commissioner