

**State:** Alaska **Filing Company:** American Association of Insurance Services  
**TOI/Sub-TOI:** 35.0 Interline Filings/35.0001 Personal Interline Filings  
**Product Name:** TRIA2015  
**Project Name/Number:** TERRORISM RISK INSURANCE PROGRAM REAUTHORIZATION ACT OF 2015/AAIS-2015-3F

## Filing at a Glance

Company: American Association of Insurance Services  
Product Name: TRIA2015  
State: Alaska  
TOI: 35.0 Interline Filings  
Sub-TOI: 35.0001 Personal Interline Filings  
Filing Type: Form  
Date Submitted: 01/22/2015  
SERFF Tr Num: AMAX-129888906  
SERFF Status: Closed-Approved  
State Tr Num: 104276  
State Status:  
Co Tr Num: AAIS-2015-3F  
  
Effective Date: 01/01/2015  
Requested (New):  
Effective Date: 01/01/2015  
Requested (Renewal):  
Author(s): Jane Chlapaty, Logan Grider, Mike Puchner, Jeanne Sandefur, Rita Sarzala, Joanne Burns  
Reviewer(s): Michael Ricker (primary)  
Disposition Date: 01/29/2015  
Disposition Status: Approved  
Effective Date (New): 01/29/2015  
Effective Date (Renewal): 01/29/2015

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## General Information

**Project Name:** TERRORISM RISK INSURANCE PROGRAM REAUTHORIZATION ACT OF 2015 **Status of Filing in Domicile:** Pending  
**Project Number:** AAIS-2015-3F **Domicile Status Comments:**  
**Reference Organization:** **Reference Number:**  
**Reference Title:** **Advisory Org. Circular:**  
**Filing Status Changed:** 01/29/2015  
**State Status Changed:** **Deemer Date:**  
**Created By:** Mike Puchner **Submitted By:** Rita Sarzala  
**Corresponding Filing Tracking Number:**

**Filing Description:**  
 Revised Terrorism Endorsements

The American Association of Insurance Services (AAIS) is filing revised terrorism endorsements in accordance with the federal Terrorism Risk Insurance Program.

Please see the filing memorandum for a complete description of the revised endorsements. Mockups as well as copies of all 'final' materials are enclosed.

Affiliate companies will be advised to take the appropriate filing action.

The materials that are the subject of this filing are provided to AAIS affiliates in an electronic format. Due to differences in printer configurations or other hardware or software differences, when these materials are issued their appearance may be altered slightly. Such alterations will be cosmetic only and will not affect the content of the filed materials.

## Company and Contact

### Filing Contact Information

Rita Sarzala, Filings and Compliance [ritas@aaionline.com](mailto:ritas@aaionline.com)  
 Specialist  
 701 Warrenville Road 630-457-3240 [Phone]  
 Suite 100  
 Lisle, IL 60532

### Filing Company Information

American Association of Insurance Services	CoCode:	State of Domicile: Delaware
701 Warrenville Road	Group Code:	Company Type: Advisory
Lisle, IL 60532	Group Name:	Organization
(630) 681-8347 ext. [Phone]	FEIN Number: 36-2021360	State ID Number:

## Filing Fees

**Fee Required?** No  
**Retaliatory?** No

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Fee Explanation:

## State Specific

Filing Method (Prior approval, file and use, flex rating): Prior Approval

Self-Certification Pilot (yes, NA): NA

Exempt Commercial Policyholder (yes, NA): NA

Please acknowledge that you understand the division will NOT respond to status requests sent through SERFF as a Note to

Reviewer: Acknowledged

If this is a resubmission of a disapproved or withdrawn filing, provide the STATE tracking number of the disapproved or withdrawn filing.: No

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## Correspondence Summary

### Dispositions

Status	Created By	Created On	Date Submitted
Approved	Michael Ricker	01/29/2015	01/29/2015

**SERFF Tracking #:**

AMAX-129888906

**State Tracking #:**

104276

**Company Tracking #:**

AAIS-2015-3F

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**Filing Company:** American Association of Insurance Services

## Disposition

Disposition Date: 01/29/2015  
 Effective Date (New): 01/29/2015  
 Effective Date (Renewal): 01/29/2015  
 Status: Approved

Comment: The forms are approved for new and renewal policies that take effect on or after January 29, 2015. It may also take effect on January 29, 2015 for in-force policies that were issued between January 1, 2015 and January 29, 2015.

If you would like to change the effective date, please submit a revised effective date via e-mail to [inspcfilings@alaska.gov](mailto:inspcfilings@alaska.gov). The subject line should include the state tracking number, 104276, and my name, Michael Ricker. A request to change the effective date must be received by the division prior to the effective date noted above.

Rate data does NOT apply to filing.

Schedule	Schedule Item	Schedule Item Status	Public Access
Supporting Document	Certification Form		Yes
Supporting Document	Explanatory Info - Forms		Yes
Supporting Document	Marked Copy		Yes
Supporting Document	Third Party Authorization		Yes
Supporting Document	Mockups		Yes
Supporting Document	Expedited Filing Transmittal		Yes
Form	CERTIFIED TERRORISM LOSS		Yes
Form	POLICYHOLDER DISCLOSURE NOTICE OF TERRORISM INSURANCE COVERAGE		Yes

SERFF Tracking #:

AMAX-129888906

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**Filing Company:** American Association of Insurance Services

## Form Schedule

Item No.	Schedule Item Status	Form Name	Form Number	Edition Date	Form Type	Form Action	Action Specific Data		Readability Score	Attachments
							Previous Filing Number:	Replaced Form Number:		
1		CERTIFIED TERRORISM LOSS	FL 0670	01 15	END	Replaced	Previous Filing Number:		0.000	FL06700115.pdf
							Replaced Form Number:	FL 0670 01 08		
2		POLICYHOLDER DISCLOSURE NOTICE OF TERRORISM INSURANCE COVERAGE	FL 1045	01 15	DSC	Replaced	Previous Filing Number:		0.000	FL10450115.pdf
							Replaced Form Number:	FL 1045 01 08		

### Form Type Legend:

<b>ABE</b>	Application/Binder/Enrollment	<b>ADV</b>	Advertising
<b>BND</b>	Bond	<b>CER</b>	Certificate
<b>CNR</b>	Canc/NonRen Notice	<b>DEC</b>	Declarations/Schedule
<b>DSC</b>	Disclosure/Notice	<b>END</b>	Endorsement/Amendment/Conditions
<b>ERS</b>	Election/Rejection/Supplemental Applications	<b>OTH</b>	Other

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## Supporting Document Schedules

<b>Bypassed - Item:</b>	Certification Form
<b>Bypass Reason:</b>	Not applicable to this filing
<b>Attachment(s):</b>	
<b>Item Status:</b>	
<b>Status Date:</b>	

<b>Satisfied - Item:</b>	Explanatory Info - Forms
<b>Comments:</b>	
<b>Attachment(s):</b>	Forms Filing Memo - Personal Interline - Multi.pdf
<b>Item Status:</b>	
<b>Status Date:</b>	

<b>Satisfied - Item:</b>	Marked Copy
<b>Comments:</b>	See mock ups below
<b>Attachment(s):</b>	
<b>Item Status:</b>	
<b>Status Date:</b>	

<b>Bypassed - Item:</b>	Third Party Authorization
<b>Bypass Reason:</b>	Not applicable to this filing
<b>Attachment(s):</b>	
<b>Item Status:</b>	
<b>Status Date:</b>	

<b>Satisfied - Item:</b>	Mockups
<b>Comments:</b>	
<b>Attachment(s):</b>	FL06700115 mockup.pdf FL10450115 mockup.pdf
<b>Item Status:</b>	
<b>Status Date:</b>	

<b>Satisfied - Item:</b>	Expedited Filing Transmittal
<b>Comments:</b>	
<b>Attachment(s):</b>	AAIS Expedited Filing Transmittal.pdf
<b>Item Status:</b>	

**SERFF Tracking #:** AMAX-129888906      **State Tracking #:** 104276      **Company Tracking #:** AAIS-2015-3F

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**Status Date:**



## CERTIFIED TERRORISM LOSS

(The entries required to complete this endorsement  
will be shown below or on the "declarations".)

### SCHEDULE

Certified Terrorism Loss Premium: \$ \_\_\_\_\_

1. With respect to all coverage parts attached to this policy, the reference to words that have special meaning is deleted and replaced by the following:  
  
Refer to Definitions for words and phrases that have special meaning. These words and phrases are shown in quotation marks or bold type.
2. With respect to any coverage part attached to this policy that does not define the "term" "declarations", the following definition is added:  
  
"Declarations" means all pages labeled Declarations, Supplemental Declarations, or Schedules which pertain to this coverage part.
3. The following definitions are added with respect to all coverage parts attached to this policy.
  - a. "Certified act of terrorism" means an act that is certified by the Secretary of the Treasury, in consultation with the Secretary of Homeland Security, and the Attorney General of the United States:
    - 1) to be an act of terrorism;
    - 2) to be a violent act or an act that is dangerous to human life, property, or infrastructure;
- 3) to have resulted in damage:
  - a) within the United States; or
  - b) to an air carrier (as defined in section 40102 of title 49, United States Code); to a United States flag vessel (or a vessel based principally in the United States, on which United States income tax is paid and whose insurance coverage is subject to regulation in the United States), regardless of where the loss occurs; or at the premises of any United States mission;
- 4) to have been committed by an individual or individuals, as part of an effort to coerce the civilian population of the United States or to influence the policy or affect the conduct of the United States Government by coercion; and
- 5) to have resulted in insured losses in excess of five million dollars in the aggregate, attributable to all types of insurance subject to the Terrorism Risk Insurance Act, as amended.
- b. "Certified terrorism loss" means loss that results from a "certified act of terrorism".
4. The following provisions are added with respect to all coverages provided by this policy.
  - a. The portion of "your" premium that is attributed to coverage for "certified terrorism loss" is shown in the Schedule above.

b. Coverage for "certified terrorism loss", to the extent that such coverage is provided by this policy, will be partially reimbursed by the United States Government, Department of Treasury, under a federal program. Under that program, the United States pays the following percentage of insured losses for "certified terrorism loss" that exceeds the statutorily established deductible that "we" retain:

- 1) 85%, for insured losses occurring before January 1, 2016;
- 2) 84%, for insured losses occurring during the 2016 calendar year;
- 3) 83%, for insured losses occurring during the 2017 calendar year;
- 4) 82%, for insured losses occurring during the 2018 calendar year;
- 5) 81%, for insured losses occurring during the 2019 calendar year; and
- 6) 80%, for insured losses occurring on or after January 1, 2020.

However, if aggregate insured losses attributable to terrorist acts certified under the Terrorism Risk Insurance Act, as amended, exceed one hundred billion dollars in a calendar year (January 1 through December 31), the Treasury will not make any payment for any portion of the amount of such losses that exceeds one hundred billion dollars.

c. If the Secretary of the Treasury determines that the aggregate amount of "certified terrorism loss" has exceeded one hundred billion dollars in a calendar year (January 1 through December 31), and "we" have met "our" insurer deductible under the Terrorism Risk Insurance Act, as amended, "we" will not pay for any portion of "certified terrorism loss" that exceeds one hundred billion dollars. If the "certified terrorism loss" exceeds one hundred billion dollars in a calendar year (January 1 through December 31), losses up to one hundred billion dollars are subject to pro rata allocation in accordance with procedures established by the Secretary of the Treasury under the Terrorism Risk Insurance Act, as amended.

d. The "terms" of this endorsement do not provide coverage for any loss that would otherwise be excluded by this policy under:

- 1) exclusions that address war, military action, or nuclear hazard; or
- 2) any other exclusion.

e. The absence of any other terrorism endorsement does not imply coverage for any loss that would otherwise be excluded by this policy under:

- 1) exclusions that address war, military action, or nuclear hazard; or
- 2) any other exclusion.

All other "terms" of the policy apply.

Insurance Company:  
Policy or Quote Number:  
Name of Insured or Applicant:

## POLICYHOLDER DISCLOSURE NOTICE OF TERRORISM INSURANCE COVERAGE

You are hereby notified that to the extent that the policy we issue provides coverage for losses resulting from acts of terrorism, you will be provided with insurance coverage for losses resulting from certified acts of terrorism, as defined in Section 102(1) of the Terrorism Risk Insurance Act, as amended. See below for a further description of an act of terrorism as provided under the Act.

The portion of your annual premium attributable to coverage for acts of terrorism, as defined in the Act, is

\$ \_\_\_\_\_

You should know that where coverage is provided by the policy for losses resulting from certified acts of terrorism, such losses may be partially reimbursed by the United States government under a formula established by federal law. However, your policy may contain other exclusions which might affect your coverage, such as an exclusion for nuclear events. Under the formula, the United States government generally reimburses 85% through 2015; 84% beginning on January 1, 2016; 83% beginning on January 1, 2017; 82% beginning on January 1, 2018; 81% beginning on January 1, 2019; and 80% beginning on January 1, 2020 of covered terrorism losses exceeding the statutorily established deductible paid by the insurance company providing the coverage. The premium charged for this coverage is shown above and does not include any charges for the portion of loss that may be covered by the federal government under the Act.

You should also know that the Terrorism Risk Insurance Act, as amended, contains a \$100 billion cap that limits U.S. government reimbursement as well as insurers' liability for losses resulting from certified acts of terrorism when the amount of such losses in any one calendar year exceeds \$100 billion. If the aggregate insured losses for all insurers exceed \$100 billion, your coverage may be reduced.

**Policyholder's Signature:**

**Date:**

\_\_\_\_\_

\_\_\_\_\_

Print Name

\_\_\_\_\_

The following excerpt from the Act is provided for your information:

According to Section 102(1) of the Terrorism Risk Insurance Act, as amended, "The term "act of terrorism" means any act that is certified by the Secretary of the Treasury, in consultation with the Secretary of Homeland Security, and the Attorney General of the United States ---- (i) to be an act of terrorism; (ii) to be a violent act or an act that is dangerous to (I) human life; (II) property; or (III) infrastructure; (iii) to have resulted in damage within the United States, or outside the United States in the case of (I) an air carrier or vessel described in paragraph (5)(B); or (II) the premises of a United States mission; and (iv) to have been committed by an individual or individuals, as part of an effort to coerce the civilian population of the United States or to influence the policy or affect the conduct of the United States Government by coercion."

**EXPEDITED SERFF FILING TRANSMITTAL DOCUMENT  
FOR TERRORISM RISK INSURANCE FORMS AND PRICING**

Indicate Type of Filing
<input checked="" type="checkbox"/> Filing Related to <i>Certified Losses</i>
<input type="checkbox"/> Filing Related to <i>Non-Certified Losses</i>
<input type="checkbox"/> Filing Applicable to Both Certified and Non-Certified Losses

**This abbreviated filing transmittal document should be used in conjunction with a SERFF filing only.**

To be complete, a filing must include the following:

- A completed Expedited Filing Transmittal Document
- One copy of each endorsement, disclosure form and/or other policy language, unless the insurer has given an advisory organization authorization to file them on its behalf
- A copy of the rates, rating systems and supporting documentation, if applicable
- The appropriate filing fees, if applicable

The insurer(s) submitting this filing certifies that it:

- Is in compliance with the terms of the Terrorism Risk Insurance Act, as amended, and/or the laws of this state
- Is in compliance with state's requirements with respect to terrorism coverage; and
- Is in compliance with the requirements of the bulletin containing the voluntary expedited filing procedures.

**Electronic Signature:**

## CERTIFIED TERRORISM LOSS

(The entries required to complete this endorsement  
will be shown below or on the "declarations".)

### SCHEDULE

Certified Terrorism Loss Premium: \$ \_\_\_\_\_

1. With respect to all coverage parts attached to this policy, the reference to words that have special meaning is deleted and replaced by the following:  
  
Refer to Definitions for words and phrases that have special meaning. These words and phrases are shown in quotation marks or bold type.
2. With respect to any coverage part attached to this policy that does not define the "term" "declarations", the following definition is added:  
  
"Declarations" means all pages labeled Declarations, Supplemental Declarations, or Schedules which pertain to this coverage part.
3. The following definitions are added with respect to all coverage parts attached to this policy.
  - a. "Certified act of terrorism" means an act that is certified by the Secretary of the Treasury, in ~~concurrence consultation~~ with the Secretary of ~~State~~ Homeland Security, and the Attorney General of the United States:
    - 1) to be an act of terrorism;
    - 2) to be a violent act or an act that is dangerous to human life, property, or infrastructure;
- 3) to have resulted in damage:
  - a) within the United States; or
  - b) to an air carrier (as defined in section 40102 of title 49, United States Code); to a United States flag vessel (or a vessel based principally in the United States, on which United States income tax is paid and whose insurance coverage is subject to regulation in the United States), regardless of where the loss occurs; or at the premises of any United States mission;
- 4) to have been committed by an individual or individuals, as part of an effort to coerce the civilian population of the United States or to influence the policy or affect the conduct of the United States Government by coercion; and
- 5) to have resulted in insured losses in excess of five million dollars in the aggregate, attributable to all types of insurance subject to the Terrorism Risk Insurance Act, as amended.
- b. "Certified terrorism loss" means loss that results from a "certified act of terrorism".
4. The following provisions are added with respect to all coverages provided by this policy.
  - a. The portion of "your" premium that is attributed to coverage for "certified terrorism loss" is shown in the Schedule above.

- b. Coverage for "certified terrorism loss", to the extent that such coverage is provided by this policy, will be partially reimbursed by the United States Government, Department of Treasury, under a federal program. Under that program, the United States pays ~~85%~~ the following percentage of insured losses for "certified terrorism loss" that exceeds the statutorily established deductible that "we" retain-:

- 1) 85%, for insured losses occurring before January 1, 2016;
- 2) 84%, for insured losses occurring during the 2016 calendar year;
- 3) 83%, for insured losses occurring during the 2017 calendar year;
- 4) 82%, for insured losses occurring during the 2018 calendar year;
- 5) 81%, for insured losses occurring during the 2019 calendar year; and
- 6) 80%, for insured losses occurring on or after January 1, 2020.

However, if aggregate insured losses attributable to terrorist acts certified under the Terrorism Risk Insurance Act, as amended, exceed one hundred billion dollars in a ~~Program Year~~ calendar year (January 1 through December 31), the Treasury will not make any payment for any portion of the amount of such losses that exceeds one hundred billion dollars.

- c. If the Secretary of the Treasury determines that the aggregate amount of "certified terrorism loss" has exceeded one hundred billion dollars in a ~~Program Year~~ calendar year (January 1 through December 31), and "we" have met "our" insurer deductible under the Terrorism Risk Insurance Act, as amended, "we" will not pay for any portion of "certified terrorism loss" that exceeds one hundred billion dollars. If the "certified terrorism loss" exceeds one hundred billion dollars in a ~~Program Year~~ calendar year (January 1 through December 31), losses up to one hundred billion dollars are subject to pro rata allocation in accordance with procedures established by the Secretary of the Treasury under the Terrorism Risk Insurance Act, as amended.
- d. The "terms" of this endorsement do not provide coverage for any loss that would otherwise be excluded by this policy under:
- 1) exclusions that address war, military action, or nuclear hazard; or
  - 2) any other exclusion.
- e. The absence of any other terrorism endorsement does not imply coverage for any loss that would otherwise be excluded by this policy under:
- 1) exclusions that address war, military action, or nuclear hazard; or
  - 2) any other exclusion.

All other "terms" of the policy apply.

Insurance Company:  
Policy or Quote Number:  
Name of Insured or Applicant:

## POLICYHOLDER DISCLOSURE NOTICE OF TERRORISM INSURANCE COVERAGE

You are hereby notified that to the extent that the policy we issue provides coverage for losses resulting from acts of terrorism, you will be provided with insurance coverage for losses resulting from certified acts of terrorism, as defined in Section 102(1) of the Terrorism Risk Insurance Act, as amended. See below for a further description of an act of terrorism as provided under the Act.

The portion of your annual premium attributable to coverage for acts of terrorism, as defined in the Act, is \$\_\_\_\_\_.

You should know that where coverage is provided by the policy for losses resulting from certified acts of terrorism, such losses may be partially reimbursed by the United States [government](#) under a formula established by federal law. However, your policy may contain other exclusions which might affect your coverage, such as an exclusion for nuclear events. Under the formula, the United States government generally ~~pays~~ [reimburses](#) 85% [through 2015; 84% beginning on January 1, 2016; 83% beginning on January 1, 2017; 82% beginning on January 1, 2018; 81% beginning on January 1, 2019; and 80% beginning on January 1, 2020](#) of covered terrorism losses exceeding the statutorily established deductible paid by the insurance company providing the coverage. The premium [charged for this coverage is](#) shown above [and](#) does not include any charges for the portion of loss [that may be](#) covered by the federal government under the Act.

You should also know that the Terrorism Risk Insurance Act, as amended, contains a \$100 billion cap that limits U.S. government reimbursement as well as insurers' liability for losses resulting from certified acts of terrorism when the amount of such losses in any one calendar year exceeds \$100 billion. If the aggregate insured losses for all insurers exceed \$100 billion, your coverage may be reduced.

**Policyholder's Signature:**

**Date:**

\_\_\_\_\_

Print Name

\_\_\_\_\_

The following excerpt from the Act is provided for your information:

According to Section 102(1) of the Terrorism Risk Insurance Act, as amended, "The term "act of terrorism" means any act that is certified by the Secretary of the Treasury, in ~~concurrence~~ [consultation](#) with the Secretary of [State](#) [Homeland Security](#), and the Attorney General of the United States ---- (i) to be an act of terrorism; (ii) to be a violent act or an act that is dangerous to (I) human life; (II) property; or (III) infrastructure; (iii) to have resulted in damage within the United States, or outside the United States in the case of (I) an air carrier or vessel described in paragraph (5)(B); or (II) the premises of a United States mission; and (iv) to have been committed by an individual or individuals, as part of an effort to coerce the civilian population of the United States or to influence the policy or affect the conduct of the United States Government by coercion." ~~Section 102(1)(B) states, "No act shall be certified by the Secretary as an act of terrorism if (I) the act is committed as part of the course of war declared by the Congress, except that this clause shall not apply with respect to any coverage for workers' compensation; or (ii) property and casualty insurance losses resulting from the act, in the aggregate, do not exceed \$5,000,000." Section 102(1)(C) and (D) specify that the determinations are final and not subject to judicial review and that the Secretary of the Treasury cannot delegate the determination to anyone.~~

**AMERICAN ASSOCIATION OF INSURANCE SERVICES  
TERRORISM ENDORSEMENT & NOTICE  
FILING MEMORANDUM  
MULTIPLE LINES**

**Lines Of Insurance To Which This Filing Applies**

The endorsement and notice addressed by this memorandum apply to the following lines of insurance:

- Dwelling Properties\*
- Personal and Premises Liability (Premises-Only Liability only)\*

\*The Terrorism Risk Insurance Act of 2002 (TRIA) gives the United States Treasury authority to administer the Terrorism Risk Insurance Program (the Program or TRIP) and to pay the federal share of compensation for loss resulting from certified acts of terrorism. In its Final Rule addressing the Program and the supplementary information provided with the Final Rule, Treasury concluded that **with respect to TRIA**, insurance written to cover the exposures of a one to four family dwelling regularly rented or held for rental to others is commercial insurance and is thus covered under TRIP, to the extent that the premium for such insurance is reported under Annual Statement Line 1 - Fire; Line 2.1 - Allied Lines; or Line 17 - Other Liability.

**The endorsement and notice are being filed for use only with policies written under these programs to cover the exposures of a one to four family dwelling regularly rented or held for rental to others.**

Copies of the revised endorsement and notice are included with this submission, as are mock ups that show the changes that have been made.

**Background**

TRIP, as established by TRIA, was extended by the Terrorism Risk Insurance Extension Act of 2005 (TRIEA), the Terrorism Risk Insurance Program Reauthorization Act of 2007 (TRIPRA), and again by the Terrorism Risk Insurance Program Reauthorization Act of 2015 (TRIPRA 2015). The latest extension of TRIP will terminate on December 31, 2020.

AAIS previously filed an endorsement and notice to address loss caused by certified acts of terrorism.

This filing consists of a revised endorsement and notice to correspond with the recent changes to TRIP as established by TRIPRA 2015. There are no new endorsements or notices being submitted with this filing.



**AMERICAN ASSOCIATION OF INSURANCE SERVICES  
TERRORISM ENDORSEMENT & NOTICE  
FILING MEMORANDUM  
MULTIPLE LINES**

**Endorsement FL 0670**

Endorsement FL 0670 affirms coverage for certified terrorism loss, sets forth the annual cap on certified terrorism loss, and satisfies the Program's separate line item disclosure requirement. Its purpose is to enable companies writing insurance to cover the exposures of a one to four family dwelling regularly rented or held for rental to others to qualify for federal compensation under TRIP. (Since regulators in most jurisdictions have permitted terrorism exclusions for policies covering premises used primarily for residential purposes only in rare, company-specific circumstances, AAIS does not file certified terrorism loss exclusions under the Dwelling Properties program or for use with the Premises-Only Liability form filed under the Personal and Premises Liability program.)

Endorsement FL 0670 01 15 is being filed to replace endorsement FL 0670 01 08. The changes to TRIP introduced by TRIPRA 2015 necessitated the following changes to the endorsement:

- Revised Definition of Act of Terrorism

Under TRIPRA 2015, an act of terrorism now means any act that is certified by the Secretary of the Treasury *in consultation with the Secretary of Homeland Security* (previously, *in concurrence with the Secretary of State*) to be an act of terrorism and to be a violent act or an act that is dangerous to human life, property, or infrastructure, which results in damage within the United States or, in certain cases, outside of the U.S. Furthermore, an act of terrorism is still an act deemed to have been committed by an individual or by individuals as part of an effort to coerce the civilian population of the U.S. or to influence the policy or affect the conduct of the U.S. Government by coercion.

The endorsement was therefore revised to define "certified act of terrorism" accordingly.

- Program Year versus Calendar Year

TRIPRA 2015 changes the term 'program year' to 'calendar year' throughout the law.

Accordingly, the endorsement's reference to *Program Year* was revised to reference *calendar year*.

**AMERICAN ASSOCIATION OF INSURANCE SERVICES  
TERRORISM ENDORSEMENT & NOTICE  
FILING MEMORANDUM  
MULTIPLE LINES**

– Federal Share of Compensation

TRIPRA 2015 fixes the federal share of compensation at 85% of that portion of insured losses that exceeds the applicable insurer deductible until January 1, 2016. Beginning January 1, 2016, the federal share percentage will decrease by one (1) percentage point per calendar year, until such percentage is equal to 80%.

The change to the federal share of compensation percentage necessitated a revision to the endorsement.

**Policyholder Notice FL 1045**

Policyholder notice FL 1045 01 15, which replaces policyholder notice FL 1045 01 08, is included in this filing for informational purposes only.

FL 1045 01 15 reflects the change described above pertaining to the definition of 'act of terrorism' and the federal share of compensation. Additionally, several minor editorial changes were made to more closely track corresponding language set forth in the sample notice published by the National Association of Insurance Commissioners (NAIC).

**Information Regarding Manual Rules**

AAIS is in the process of revising the supplement to the Dwelling Properties and Personal and Premises Liability manuals to reflect the changes introduced by TRIPRA 2015 on the manual rules. A filing that addresses the manual rules will be submitted in the near future.