

**TO: SURPLUS LINES AGENTS/BROKERS AND
INDEPENDENTLY PROCURED COVERAGE (IPC) FILERS**

FROM: TIFFANY MARUNIAK, PRODUCT AND BUSINESS DEVELOPMENT MANAGER

DATE: JULY 6, 2017

**SUBJECT: DISSOLUTION OF THE NON-ADMITTED INSURANCE MULTISTATE AGREEMENT
(NIMA) & DISCONTINUATION OF SURPLUS LINES CLEARINGHOUSE
OPERATIONS**

The purpose of this bulletin is to advise filers reporting multistate transactions to the Surplus Lines Clearinghouse that **the last day to report policy data through the Clearinghouse *multistate* reporting platform (SLIP and XML Batch) is September 30, 2017.**

On April 28, 2016, the NIMA states adopted a resolution to dissolve the Non-Admitted Insurance Multistate Agreement (NIMA) effective October 1, 2016. The resolution included a one-year runoff period, commencing on October 1, 2016 and ending September 30, 2017. As a result of this resolution effective October 1, 2016, the last day to report surplus lines policy data through the ***multistate*** Clearinghouse reporting platform (SLIP or XML Batch) is September 30, 2017.

Below are specific instructions for surplus lines agents, agencies and IPC filers when reporting endorsements or corrections on multistate policies effective July 1, 2012 through September 30, 2016.

- 1. ALL endorsements and corrections on multistate policies effective July 1, 2012 through September 30, 2016 must be filed in Clearinghouse SLIP or via XML batch on or before September 30, 2017.** The Clearinghouse system will not be available for reporting endorsements or corrections on multistate policies after September 30, 2017. Surplus lines agents and IPC filers should file all endorsements and corrections prior to September 30, 2017.
- 2. Agents and IPC filers should audit all multistate policies reported through the Clearinghouse system and make any necessary corrections *prior to September 30, 2017.*** Corrections to policy data filed through the Clearinghouse system will not be accepted after September 30, 2017.
- 3. Clearinghouse transaction fees will not be charged or refunded after September 30, 2017.** The Surplus Lines Clearinghouse will no longer be operational after September 30, 2017. Therefore, the Clearinghouse transaction fee will not be charged or refunded for any endorsements or corrections to multistate policies after September 30, 2017.

4. **Tax and Clearinghouse transaction fee payments for multistate policies will be due by November 15, 2017.** The final invoicing for taxes and Clearinghouse transaction fees on multistate policies reported through the Clearinghouse system will occur on October 2, 2017. Customers will be able to access invoices, billing reports and pay taxes and fees through SLIP through November 15, 2017. Any payments received after November 15, 2017 will be returned.
5. **After November 15, 2017, customers will no longer have access to the multistate data filed in the Clearinghouse system.** All customers should run transaction and billing reports *prior to November 15, 2017* for transactions reported July 1, 2012 through September 30, 2017. Customers will not be able to run reports or make payments in SLIP after November 15, 2017.
6. **Beginning October 1, 2017, all transactions must be reported directly to the home state of the insured.** Below are instructions for reporting for each of the NIMA states:

State	Reporting Procedures
Florida	Report transactions directly to FLSO using FLSO SLIP
Louisiana	Report transactions directly to the Louisiana Department of Insurance
Puerto Rico	Report transactions directly to the Puerto Rico Office of the Commissioner of Insurance
South Dakota	Report transactions directly to the South Dakota Division of Insurance using the Clearinghouse SLIP <i>single state</i> reporting platform
Tennessee	Report transactions directly to the Tennessee Department of Commerce & Insurance using the Clearinghouse SLIP <i>single state</i> reporting platform
Utah	Report transactions directly to the Surplus Line Association of Utah
Wyoming	Report transactions directly to the Wyoming Department of Insurance using the Clearinghouse SLIP <i>single state</i> reporting platform

The Florida Surplus Lines Service Office will continue to be the technology vendor for South Dakota, Tennessee and Wyoming. Clearinghouse SLIP will be available to accept surplus lines filings and payments for South Dakota, Tennessee and Wyoming policies effective October 1, 2017 and after. All multistate policies for South Dakota, Tennessee and Wyoming should be reported as single state policies through the Clearinghouse SLIP *single state* reporting platform, with 100% of the premium being reported to and taxed by the respective home state. Legacy data for South Dakota, Wyoming and Tennessee multistate transactions reported prior to October 1, 2017 will not be available in Clearinghouse SLIP. All customers should run transaction and billing reports *prior to November 15, 2017* for transactions reported July 1, 2012 through September 30, 2017.

The Clearinghouse staff will be sending additional notifications and hosting webinars to assist customers with filing and payment questions during this transition period. For more information, please contact the Clearinghouse staff at 877.267.9855 or by email at info@slclearinghouse.com.