

DATE: December 6, 2004

TO: All Surplus Lines Licensees

FROM: Kenneth A. Rudert – Executive Director KAR/mpt

SUBJECT: Providing the Correct "Kind" and "Class" on your PA Surplus Lines Affidavits

Two of the items required on the 1609 and 1610 affidavits are "Kind of Insurance" and "Class of Operations." The "Kind" refers to the type of placement you have made (BOP/SMP, General Liability, etc.) and the "Class" refers to the type of operations performed by the Insured (Automotive-Dealer, Financial Institution, Personal Lines – Other, etc.).

When providing this information on your Affidavits, please **make sure you provide Kind and Class values from the Kind and Class lists provided by PSLA.** (See files Kinds2004.pdf and Classes2004.pdf; these lists are also available from our website:<u>http://www.pasla.org/HTML/KindsClasses.htm</u>.) Following our list allows PSLA to maximize efficiency of the data entry process as well as provide statistical information based on premium volume in the marketplace.

In addition, when you select a Kind from the PSLA Kinds list, please be aware of the Limit values which will be required for the Kind you have selected. For example, if you select a Kind of "Homeowners", you will be required to provide a Property and Casualty limit. If your particular homeowners policy only contains Fire coverage (with a Property Limit) then select "Fire/EC/All Risk" instead of "Homeowners."

Please be aware that if you do not provide a Kind and/or Class value from the PSLA Kind and Class list with the appropriate required Limits, you risk having all submitted filings returned for correction. If you have any questions concerning which Kind and/or Class value to select for your particular Affidavit, please contact Martha Lick at 610-594-1340 ext. 105 or mlick@pasla.org.

KAR/cmw