DATE: July 7, 2023

TO: All Surplus Lines Licensees

FROM: Marie E. Rudert, Executive Director

SUBJECT: Insurance Data Security - Act 2 of 2023 (HB 739)

Governor Shapiro signed into law on June 14, 2023, the Insurance Data Security Act. Although this Law does not become effective until December 11, 2023, this Act outlines the requirements applicable to the licensee to take definitive action to protect the consumers’ information. Certain standards have been established for data security, cybersecurity investigations and notification to the Commissioner of a cybersecurity event.

A dedicated webpage to the Act has been created by the Insurance Department. Click here to visit the page. On this page you will find a link to the Act, Key Implementation Dates, and the Next Steps. With questions relating to this Act or to report a cybersecurity event, please contact the Department at RA-INdatasecurity@pa.gov.

With respect to surplus lines, the Insurance Data Security Act does not apply to Pennsylvania surplus lines eligible insurers (as they are not licensed in Pennsylvania), but the Data Security Act does apply to Pennsylvania surplus lines licensees.

Our intent is to inform you when further information and new tools are being developed by the Department and in addition, will be placed on the Department’s webpage.