

CR 87-4

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4:00 p.m.
Revisor of Statutes
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STATE OF WISCONSIN
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DOUGLAS LA FOLLETTE
SECRETARY OF STATE


STATE OF WISCONSIN)
)
OFFICE OF THE COMMISSIONER OF INSURANCE)

TO ALL TO WHOM THESE PRESENTS SHALL COME, GREETINGS:

I, Randy Blumer, Deputy Commissioner of Insurance and custodian of the official records of said office, do hereby certify that the annexed order amending a rule relating to exempting umbrella or excess liability insurance contracts from statutory requirements dealing with required underinsured motorists and medical payments coverages was issued by this office on April 15, 1987.

I further certify that said copy has been compared by me with the original on file in this office and that the same is a true copy thereof, and of the whole of such original.

IN TESTIMONY WHEREOF, I have
hereunto subscribed my name in the
City of Madison, State of Wisconsin,
this 15th day of April, 1987.



Randy Blumer
Deputy Commissioner of Insurance

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STATE OF WISCONSIN
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DOUGLAS LA FOLLETTE
SECRETARY OF STATE

ORDER OF THE COMMISSIONER OF INSURANCE

AMENDING A RULE

To amend Ins 6.77 (title), (1), (4) and (5) relating to exempting umbrella or excess liability insurance contracts from statutory requirements dealing with required underinsured motorist and medical payments coverages.

ANALYSIS PREPARED BY THE COMMISSIONER OF INSURANCE

This rule interprets s. 631.01 (5), Stats. The purpose of this rule is to exempt umbrella or excess liability insurance contracts from the requirements of s. 632.32 (4), Stats, which concerns required uninsured motorist and medical payment coverages. The exemption avoids possible duplicate coverage for underinsured motorists and medical payments. It will also protect umbrella and excess carriers against financial jeopardy due to termination of reinsurance contracts. The rule also requires excess and umbrella insurance carriers to provide statutory notice to insureds for mid-term cancellations of excess or umbrella liability policies.

Pursuant to the authority vested in the Office of the Commissioner of Insurance by s. 601.41 (3), Stats., the Office of the Commissioner of Insurance hereby creates a rule interpreting s. 631.01 (5), Stats., as follows:

SECTION 1. Ins 6.77 (title) (1), (4) and (5) are amended to read:

Ins 6.77 EXEMPTION FROM MID-TERM CANCELLATION REQUIREMENTS AND REQUIRED UNINSURED MOTORIST AND MEDICAL PAYMENTS COVERAGES.

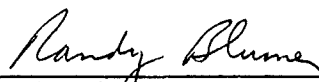
Ins 6.77 (1) PURPOSE. This ~~rule-section~~ is intended to exempt certain classes of insurance contracts from ~~s. 631.36~~ s. 631.36 (2) (a) and 632.32 (4), Stats., in accordance with the provisions of ~~s. 631.01~~ s. 631.01 (5) and 631.36 (1) (c), Stats.

(4) EXEMPTION. Any umbrella or excess liability insurance policy as defined in sub. (3) is exempt from the requirements of s. 631.36 (2) (a), Stats., and s. 632.32 (4) Stats.

(5) NOTICE. An insurer cancelling any umbrella liability-by policy or excess liability policy shall notify the commissioner of the grounds for such cancellation not later than the time at which the insurer notifies the policyholder of such cancellation. Insurers shall provide notice to the insured as set forth in s. 631.36 (2) (b), Stats.

EFFECTIVE DATE. Pursuant to s. 227.22 (2), Stats., this rule shall first apply on the first day of the month commencing after the date of publication.

Dated at Madison, Wisconsin, this 15th day of April, 1987



Randy Blumer
Deputy Commissioner of Insurance



The State of Wisconsin
Office of the Commissioner of Insurance

Thomas P. Fox
Commissioner
(608) 266-3585

DATE: April 15, 1987
TO: Gary Poulson
FROM: Mary Grossman, Director
Office of Policy Analysis
SUBJECT: Ins 6.77, Clearinghouse Number 87-4

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Enclosed are two copies of an Order of the Commissioner of Insurance amending Ins 6.77, Clearinghouse Number 87-4, relating to exempting umbrella or excess liability insurance contracts from statutory requirements dealing with required underinsured motorists and medical payments coverages.

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Enclosure
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