

CGL EXTENDED REPORTING MODEL ACT

Any policy for commercial general liability coverage wherein the company shall offer, and the insured may elect to purchase, an extended reporting period for claims arising during the expiring policy period shall provide:

- A. That in the event of a cancellation a 30 day period during when the insured may elect to purchase coverage for such extended reporting period;
- B. That the limit of liability in the policy aggregate for the extended reporting period shall be [no less than the greater of:
 - (1) The amount of coverage remaining in the expiring policy aggregate; or
 - (2) Fifty percent (50%)] of the expiring policy aggregate; and

Drafting Note: For those states wishing full reinstatement of the aggregate limit the section in [] may be deleted and 100% inserted in lieu of 50%.

- C. That the company will provide the following loss information to the first named insured within thirty (30) days of the insured's request or with any notice of cancellation or non-renewal:
 - (1) All information on closed claims including date and description of occurrence, and amount of payments, if any;
 - (2) All information on open claims including date and description of occurrence, amount of payment, if any, and amount of reserves, if any; and
 - (3) All information on notices of occurrence including date and description of occurrence and amount of resources, if any.

Chronological Summary of Actions (all references are to the Proceedings of the NAIC).

1986 Proc. 19-10, 24, 27, 703 (adopted).