Sean Parnell, Governor Susan K. Bell, Commissioner Linda S. Hall, Director

ORDER NO. R 10-07

SURPLUS LINES PLACEMENT LIST

On October 14, 2010, the director of the Division of Insurance held a hearing pursuant to AS 21.06.180 – 21.06.230 to receive testimony concerning the kinds of insurance for which insured's generally are unable to secure coverage from admitted insurers. Based on this testimony, the director has decided what types of insurance coverage to include on the surplus lines placement list.

Findings of Fact

1. The director finds that types of coverage listed on the attached surplus lines placement list are currently unavailable from the admitted market. The following are **added** to the previous placement list.

Contractors-Exterior Finish Installation Systems – General liability and excess Cyber Liability – General liability

Mental Health Professional Counselors – Directors and Officers

Residential counseling services – Directors and Officers

Medical Billing – Errors and Omissions

Broad Regulatory Protection/Interruption – Professional Liability

2. The director finds that there were no requests to remove anything from the placement list.

Conclusions of Law

- 1. The hearing held on October 14, 2010 met the requirements of AS 21.06.18 21.06.230 and 3 AAC 25.040.
- 2. The surplus lines list is amended to include only those kinds of insurance that are currently unavailable from admitted insurers as enumerated in the above Findings of Fact.
- 3. Under AS 21.34.020(3) and 3 ACC 25.030, producing brokers must make a diligent search of the market to determine whether the insurance is available from an admitted insurer. Due diligence will be presumed if the producing broker affirms that the coverage is on the list.
- 4. A producing broker may apply for an exception under AS 21.34.020(4) when coverage is available in the admitted market.

IT IS ORDERED that the list that follows is the surplus lines placement list to be used until a replacement order is issued. This order replaces Order R 10-01, issued February 9, 2010.

This order is effective November 29, 2010.

Dated this 29th day of November, 2010, at Anchorage, Alaska.

Linda S. Hall

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Director