



THE SURPLUS LINE ASSOCIATION  
OF ARIZONA

## ***BULLETIN***

---

**Member Bulletin 2017-07**

**June 20, 2017**

### **Domestic Surplus Lines Insurer Notification**

In accordance with the “domestic surplus lines insurer” legislation language the following revision to the disclosure requirement is as follows:

B. Pursuant to Arizona Revised Statutes Section 20-410(B), any policy and any evidence of surplus lines coverage that is issued by an unauthorized insurer pursuant to this article and that is issued for delivery to the insured shall contain a conspicuously stamped or written in bold-faced type that states one of the following:

1. The surplus lines policy or evidence of coverage is issued by a **surplus lines insurer that is not a domestic surplus lines insurer**: Pursuant to section 20-401.01, subsection, paragraph 1, Arizona Revised Statutes, this policy is issued by an insurer that does not possess a certificate of authority from the director of the Arizona Department of Insurance. If the insurer that issued this policy becomes insolvent, insureds or claimants will not be eligible for insurance guaranty fund protection to title 20, Arizona Revised Statutes.
2. The surplus lines policy or evidence of coverage is issued by a **domestic surplus lines insurer**: If the insurer that issued this policy becomes insolvent, insureds or claimants will not be eligible for insurance guaranty fund protection pursuant to title 20, Arizona Revised Statutes.

The appropriate disclosure should be placed on all policies and evidence of coverage immediately to comply with the statutes.

We recommend two stamps or notifications. One for qualified not admitted surplus lines insurers (White List) and one for domestic surplus lines insurers. Please note this bulletin will apply only for brokers using domestic surplus lines insurers.

**J. Scott Wede, CPCU, ASLI**  
**Executive Director**  
**Surplus Line Association of Arizona**  
**Kierland Business Center 15849 N. 71<sup>st</sup> Street, Ste. 100 Scottsdale, AZ 85254**  
[www.sla-az.org](http://www.sla-az.org) [swede@sla-az.org](mailto:swede@sla-az.org) (602)-279-6344