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Implementation of the Ineligible Risk Database

CAR is pleased to announce the implementation of the Ineligible Risk Database. This new website application will assist Servicing Carriers in evaluating and underwriting ceded risks by allowing the carriers to share information on those ceded risks that have been declined, non-renewed, or cancelled as a result of being ineligible for coverage in the Massachusetts commercial residual market.

A Servicing Carrier that declines, non-renews, or cancels a risk that it determines to be ineligible for coverage in the commercial residual market must report such action to CAR's Ineligible Risk Database within two business days of the issuance of the notice to the risk. The Servicing Carrier will be required to provide the following information:

- The Name, Address, FEIN and US-DOT (specific to certain classifications) of the business entity as well as Policy Number, Effective Date, Agency and Classification
- The First and Last Name, License Number/State of all the owners and operators, as well as an indicator if the owner of the business does not hold a valid license.
- The appropriate Action (Declination, Non-Renewal, or Cancellation), the date that the declination, non-renewal or cancellation was issued to the risk and the reason for the action. The Explanation text box should be utilized to provide any additional information.

Servicing Carriers are also required to update the Ineligible Risk Database within two business days when a non-renewal or cancellation is rescinded. In addition to adding new records and processing reinstatement transactions, Serving Carriers have update capability for records entered by their company, and view access to all records.

CAR will notify, by email, Servicing Carriers when new records have been added to the Ineligible Risk Database or when a previously cancelled or non-renewed risk has been reinstated during that day. Basic information, including the Business Name, Effective Date, Class Type and Action will be provided, but more detailed information will only be available by using the View function within the application.

Secure access to the Ineligible Risk Database is available to Commercial Servicing Carriers personnel with a valid user-id and password. A help manual is available within the application and CAR Staff will provide training upon request. Questions can be directed to CAR's Residual Market Department or to the undersigned.

WENDY BROWNE
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