December 30, 2005

BUREAU CIRCULAR NO. 1504

To All Members of the Bureau:

Re: TERRORISM RISK INSURANCE EXTENSION ACT OF 2005

On December 28, 2005 the Bureau received Item Filing P-1404, Terrorism Risk Insurance Extension Act of 2005, from the National Council on Compensation Insurance, Inc. (NCCI).

Item Filing P-1404 proposes various additions, changes and deletions of endorsement forms in NCCI jurisdictions. NCCI has authorized the Bureau to copy, use and modify this filing as necessary for filing in Pennsylvania.

The Bureau is reviewing Item Filing P-1404 and will be engaging regulators in a dialogue regarding implementation of those changes arising from our review. Members will be kept apprised of developments in this area. However, in the interim the Bureau wishes to advise members that it is expected that the form of the Domestic Terrorism, Earthquake and Catastrophic Industrial Accidents endorsement (WC 00 04 21), recently approved for use in Pennsylvania effective January 1, 2006, will require revision in response to the Terrorism Risk Insurance Extension Act of 2005. Members should proceed accordingly with regard to such matters as acquiring supplies of endorsement forms and/or issuing endorsement forms on policies effective January 1, 2006 and later.

Timothy L. Wisecarver President

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