

**Date** 4 January 2019

**Recipient** Coverholders, Lloyd's Brokers, Managing Agents, Compliance Officers and TPAs

**Subject** Automobile Line of Business and Commercial Ontario Liability Regulatory Reporting  
(Replacing Bulletin RE-17-011)

**Attachments** Risk Code Tables – Appendix A (Commercial Ontario Liability) and Appendix B  
(Automobile)

<i>Purpose:</i>	To remind all stakeholders of their responsibility according to regulatory requirements to report business relating to Automobile line of business and Commercial Ontario Liability. To advise of the addition of the Commercial Ontario Liability risk codes NR, NS, UR and US for business incepting on or after January 1, 2019.
<i>Affects:</i>	All Coverholders Writing Automobile line of business and Commercial Ontario Liability business
<i>Line of Business:</i>	Automobile and Commercial
<i>Jurisdiction :</i>	All provinces and territories excluding BC, Manitoba, and Saskatchewan for Automobile Ontario only for Commercial Liability
<i>Effective:</i>	Immediately

### What you need to know

Automobile line of business and Commercial Ontario Liability (with the applicable Risk Codes) transacted outside of Lineage Accounting and Settlement, when reported to the Lloyd's broker, must be reported directly to Lloyd's Canada. Business transacted through Lineage Accounting and Settlement automatically satisfies the regulatory reporting requirements.

The Insurance Bureau of Canada (IBC) and the Groupement des Assureurs Automobile (GAA) (Quebec) have the authority to collect experience from all licensed insurers in a form approved by the various provincial regulators. For Automobile only, this mandatory reporting applies to the following jurisdictions: Alberta, New Brunswick, Newfoundland, Nova Scotia, Ontario, Prince Edward Island, Quebec, Yukon, Nunavut and the Northwest Territories.

It is essential that business reported in the quarterly and annual P & C filings reconcile with the information reported to IBC/GAA.

The tables attached detail the reporting requirements as mandated by law and is the responsibility of the Coverholder and/or the assigned Claims Handler as set out in your Binding Authority Agreement. Managing Agents and Lloyd's Brokers are encouraged to

ensure their Coverholders (and Third Party Administrators) have a full understanding of these requirements.

***Due to on-going reporting issues Lloyd's is minded to make the usage of Lineage Accounting and Settlement mandatory for all automobile business and is in contact with those stakeholders affected to garner feedback.***

### **What this means to you**

Please review the revised list of risk codes (appendix A & B) and determine if business (premiums and paid claims including outstanding claims reserves) is reported in a timely fashion to ensure that Lloyd's Underwriters meet the regulatory requirements and are not subject to penalties.

To reconcile the risks and claims reported in Lineage to the settled transactions from the London settlement bordereaux, please run the extract from Lineage Reports \ Dashboard \ Data Extracts \ IBC Regulatory Reporting <risks> and <claims> for the applicable Line of Business. The goal of this exercise is to ensure that Automobile line of business and Commercial Ontario Liability business, premiums and claims transactions, settled to Underwriters via Xchanging is reported to Lineage in the same month/quarter/year.

Accurate regulatory reporting is an important factor for the various provincial bodies and is heavily scrutinized. A failure by Lloyd's to meet the regulatory standards could result in disciplinary actions by the regulator. It is imperative for you to submit all unreported data to avoid jeopardizing your Lloyd's contracts.

**The tables detailing the reporting requirements and the Risk Codes to be reported under Automobile line of business and Commercial Ontario Liability business are attached for ease of reference.**

We would like to thank you for your efforts and we look forward to working with you to ensure that all reporting is completed within the regulatory timelines.

We will be glad to help you through this process, please contact [info@lloyds.ca](mailto:info@lloyds.ca) for any questions you may have.

### **Sean Murphy**

President, Lloyd's Canada Inc.

Attorney in Fact in Canada for Lloyd's Underwriters

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TABLE – APPENDIX A (COMMERCIAL ONTARIO LIABILITY)

What needs to be reported	Who needs to report	How is it to be reported	When is it to be reported
Every Ontario risk/claim with a liability component written under a Binding Authority not settled via Lloyd's Canada.  See applicable Binding Authority Risk Codes below.	All Coverholders, regardless of domicile, writing liability business in Ontario. This includes Service Company business.	On-line using the Lineage Policy and Claims applications  Please contact <a href="mailto:info@lloyds.ca">info@lloyds.ca</a> for further information and/or to arrange a training session	The transaction is to be reported to Lloyd's Canada in the month it is to be <b>settled</b> .

Risk Codes	
<b>CY</b>	CYBER SECURITY DATA AND PRIVACY BREACH
<b>D2</b>	D AND O LIAB EXCL FINANCIAL INSTITUTIONS IN USA
<b>D3</b>	D AND O LIAB EXCL FINANCIAL INSTITUTIONS EXCL USA
<b>D4</b>	D AND O LIAB FOR FINANCIAL INSTITUTIONS INCL USA
<b>D5</b>	D AND O LIAB FOR FINANCIAL INSTITUTIONS EXCL USA
<b>D6</b>	EMPLOYMENT PRACTICES LIABILITY INSURANCE (EPLI) INCL. US
<b>D7</b>	EMPLOYMENT PRACTICES LIABILITY INSURANCE (EPLI) EXCL. US
<b>E2</b>	PROF INDY E AND O FOR LEGAL PROFESSIONS INCL USA
<b>E3</b>	PROF INDY E AND O FOR LEGAL PROFESSIONS EXCL USA
<b>E4</b>	PROF INDY E AND O FOR ACCOUNTANTS INCL USA
<b>E5</b>	PROF INDY E AND O FOR ACCOUNTANTS EXCL USA
<b>E6</b>	PROF INDY E AND O ARCHITECTS ENGINEERS INCL USA
<b>E7</b>	PROF INDY E AND O ARCHITECTS AND ENGINEERS EXCL USA
<b>E8</b>	MISC PROF IND E AND O INCL USA EXCL "E2" "E4" "E6" CODES
<b>E9</b>	MISC PROF IND E AND O EXCL USA EXCL "E3" "E5" "E7" CODES
<b>EA</b>	ENERGY LIABILITY ONSHORE CLAIMS MADE
<b>EB</b>	ENERGY LIABILITY ONSHORE ALL OTHER
<b>EP</b>	ENVIRONMENTAL IMPAIRMENT LIABILITY OR NM POLLUTION LIABILITY
<b>F2</b>	PROF INDY E AND O FOR FIN INSTITUTIONS INCL USA
<b>F3</b>	PROF INDY E AND O FOR FIN INSTITUTIONS EXCL USA
<b>F4</b>	TECHNOLOGY AND TELECOMMUNICATIONS E&O INCL. US
<b>F5</b>	TECHNOLOGY AND TELECOMMUNICATIONS E&O EXCL. US
<b>GH</b>	HOSPITALS/ INSTITUTIONAL HEALTHCARE INSURANCE RISKS IN USA
<b>GM</b>	MEDICAL MALPRACTICE EXCL USA
<b>GN</b>	NURSING HOMES/ LONG-TERM AND ALLIED HEALTHCARE INSURANCE RISKS IN USA
<b>NA</b>	NM GENERAL AND MISC LIABILITY ALL OTHER EXCL USA
<b>NC</b>	NM GENERAL AND MISC LIAB CLAIMS MADE EXCL USA
<b>NR</b>	NM GENERAL AND MISC LIABILITY ALL OTHER EXCL USA - BINDERS ONLY
<b>NS</b>	NM GENERAL AND MISC LIAB CLAIMS MADE EXCL USA - BINDERS ONLY
<b>UA</b>	NM GENERAL AND MISC LIABILITY ALL OTHER INCL USA
<b>UC</b>	NM GENERAL AND MISC LIAB CLAIMS MADE INCL USA
<b>UR</b>	NM GENERAL AND MISC LIABILITY ALL OTHER INCL USA - BINDERS ONLY
<b>US</b>	NM GENERAL AND MISC LIAB CLAIMS MADE INCL USA - BINDERS ONLY
<b>W3</b>	UK EMPLOYERS LIABILITY
<b>W4</b>	INTL WORKERS COMP AND EMPLOYERS LIAB EXCL USA AND UK
<b>XF</b>	NM LIABILITY EXCESS OF LOSS IN USA
<b>XG</b>	NM LIABILITY EXCESS OF LOSS EXCL USA

TABLE – APPENDIX B (AUTOMOBILE)

Binding Authority business reported through Lineage and settled through Xchanging

What needs to be reported	Conditions	How is it to be reported	Risk Codes	When is it to be reported
<ul style="list-style-type: none"> <li>Private Passenger-where Lloyd's is authorized</li> </ul>		<ul style="list-style-type: none"> <li>As Automobile</li> </ul>	<ul style="list-style-type: none"> <li>MG</li> </ul>	
<ul style="list-style-type: none"> <li>Commercial-where Lloyd's is authorized</li> </ul>	<ul style="list-style-type: none"> <li>Other than classes 51,61,99</li> </ul>	<ul style="list-style-type: none"> <li>As Automobile</li> </ul>	<ul style="list-style-type: none"> <li>MG</li> </ul>	
<ul style="list-style-type: none"> <li>Fire, Theft and Collision (FTC) – Alberta</li> </ul>	<ul style="list-style-type: none"> <li>Commercial classes 51, 61 and 99</li> </ul>	<ul style="list-style-type: none"> <li>As Automobile or as Commercial Property</li> </ul>	<ul style="list-style-type: none"> <li>If Commercial-B5 If Automobile-MG</li> </ul>	
<ul style="list-style-type: none"> <li>Fire, Theft and Collision (FTC) – Other than Alberta, where Lloyd's is authorized</li> </ul>	<ul style="list-style-type: none"> <li>Commercial classes 51, 61and 99</li> </ul>	<ul style="list-style-type: none"> <li>As Automobile</li> </ul>	<ul style="list-style-type: none"> <li>MG</li> </ul>	
<ul style="list-style-type: none"> <li>Non-Owned Automobile (OPF 6)- Ontario</li> </ul>		<ul style="list-style-type: none"> <li>As Automobile or as Commercial Liability</li> </ul>	<ul style="list-style-type: none"> <li>If Commercial Liability policy must be tied with Commercial Liability Risk code. If Automobile must be stand alone -MG</li> </ul>	When the business is due to be <b>settled</b>
<ul style="list-style-type: none"> <li>Non-Owned Automobile (SPF 6, QPF 6)-other than Ontario where Lloyd's is authorized</li> </ul>		<ul style="list-style-type: none"> <li>As Automobile</li> </ul>	<ul style="list-style-type: none"> <li>MG</li> </ul>	
<ul style="list-style-type: none"> <li>Garage -where Lloyd's is authorized</li> </ul>		<ul style="list-style-type: none"> <li>As Automobile</li> </ul>	<ul style="list-style-type: none"> <li>MG</li> </ul>	
<ul style="list-style-type: none"> <li>Public Vehicles-where Lloyd's is authorized</li> </ul>		<ul style="list-style-type: none"> <li>As Automobile</li> </ul>	<ul style="list-style-type: none"> <li>MG</li> </ul>	
<ul style="list-style-type: none"> <li>Miscellaneous – where Lloyd's is authorized</li> </ul>		<ul style="list-style-type: none"> <li>As Automobile</li> </ul>	<ul style="list-style-type: none"> <li>MG</li> </ul>	