

**State of Rhode Island and Providence Plantations**  
**DEPARTMENT OF BUSINESS REGULATION**  
*Division of Insurance*  
**1511 Pontiac Avenue, Bldg. 69-2**  
**Cranston, Rhode Island 02920**

**CONCISE EXPLANATORY STATEMENT**

**Insurance Regulation 20 – Consent to Rate**

The Department of Business Regulation (“Department”) hereby adopts amendments to Insurance Regulation 20 effective April 15, 2009 and makes this statement in accordance with R.I. Gen. Laws § 42-35-2.3. The Department makes these amendments in order to specifically identify all statutes concerning consent to rate and to update the requirements under those statutes. There are six differences between the text of the proposed rule as published in accordance with R.I. Gen. Laws § 42-35-3 and the rule as adopted. Those differences are:

1. Section 2 was amended to explicitly state that Commercial Special Risks are not subject to the Regulation.
2. Section 4(1) (d) (h) and (k)(now j) were amended for purposes of clarity.
3. Section 4(1)(i) was eliminated as unnecessary.
4. Section 4(4) was amended to add the risk manager or president as alternatives to the Board of Directors.
5. Section 4(5) was amended to reduce the filing time to twenty days before the effective date.
6. Section 4(6) was amended to provide that the Department would inform of a rejection at least ten days before the effective date to allow time to replace the policy.