

TRIA Coverage Alert

December 18, 2014



TRIA Set to Expire 12/31/2014

On December 31, 2014, the Terrorism Risk Insurance Program Reauthorization Act of 2007 will expire. The new proposed law, Terrorism Risk Insurance Program Reauthorization Act of 2014, amends the original law to extend the Terrorism Insurance Program through December 31, 2021 and revises requirements for the program.



CONGRESS ADJOURNED FOR 2014 WITHOUT EXTENDING TRIA

Despite being passed by the Senate on July 17, 2014 and then by the House on December 10, 2014, the Senate blocked the House's bill on December 16, 2014. "With lawmakers from both chambers gone until January, the program is expected to lapse. Its fate wasn't entirely clear, though some members of the Senate GOP leadership said they hoped to consider it early next year, when Republicans will control Congress."¹

HOW DOES THIS CHANGE IMPACT LENDERS?

In the event that Congress does not reauthorize TRIA, insureds will not have access to federally sponsored terrorism insurance through TRIA past December 31, 2014. HUB-RIS is and will continue to actively monitor any and all changes to the TRIA reauthorization and will be in touch with clients as updates occur.

If and when a reauthorization is signed into law, HUB-RIS will work with our carrier partners to determine necessary requirements. As soon as necessary requirements are determined, we will work with our clients interested in extending their TRIA coverage as well as clients interested in exploring their TRIA options moving forward.

To discuss this change and coverage questions or services that we can provide your institution, please contact your Account Manager or Chris Riley, Program Manager - Financial Institutions.

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RELATED LINKS

¹Peterson, K. (2014, December 16). Terrorism Insurance Program Set to Expire. Retrieved December 17, 2014, from <http://www.wsj.com/articles/senate-expected-to-adjourn-without-renewing-terrorism-insurance-1418786030NFIP>

U.S. Department of the Treasury; *Terrorism Risk Insurance Program*; www.treasury.gov/resource-center/fin-mkts/Pages/program.aspx

U.S. Congress; *Terrorism Risk Insurance Program Reauthorization Act of 2014*; www.congress.gov/bill/113th-congress/senate-bill/2244

NAIC; *Terrorism Risk Insurance Act (TRIA)*; www.naic.org/cipr_topics/topic_tria.htm

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