



• We put the *Experience and Options* in E&O programs •
502-897-1876 / 1-800-637-7319
4211 Norbourne Blvd., Louisville, KY 40207-4048
P.O. Box 6709, Louisville, KY 40206-0709
www.risceo.com

LOUISIANA REAL ESTATE COMMISSION'S (LREC's) GROUP ERRORS AND OMISSIONS (E&O) PROGRAM

Administered by Rice Insurance Services Company (RISC) and Issued by Continental Casualty Company

NOTICE: Louisiana law requires that all active real estate licensees (including licensed firms) carry and maintain E&O insurance as a condition of licensing. If your firm was enrolled in the LREC's 2018 group policy, its coverage expired January 1, 2019. Failure to timely obtain or renew coverage may result in license inactivation. Your firm may enroll in the group program through the LREC when your firm renews or applies for its real estate license. If your firm is domiciled in Louisiana and has an active real estate license in another state that also mandates firm coverage, it may purchase a conformity endorsement from using the supplementary enrollment form (on back). Licensees may purchase insurance outside of the group program, provided coverage meets state requirements and a certificate of coverage is provided to the LREC in compliance with state law. Prospective licensees must obtain insurance before license activation. Inactive licensees are not required to carry E&O insurance.

PROTECTION FROM THE MOST EXPERIENCED PROVIDER IN THE BUSINESS: RISC's management team has been involved in state-mandated real estate E&O insurance programs longer than any other group in the business. This program is specially tailored to meet the specific needs of Louisiana licensees. The insurance carrier is Continental Casualty Company, a CNA company. RISC's experience and excellent claims service, combined with CNA's strong financial performance and ratings (rated "A" by A.M. Best), ensures a quality program.

ABOUT THE BASIC POLICY: Limits of liability of \$100,000 per claim and \$300,000 in the aggregate, with a \$1,000 damage deductible and no claim expense deductible. The group policy period is January 1, 2019 to January 1, 2020. Licensees who enroll after January may pay a prorated premium. See the back for prorated premiums and enrollment instructions.

REVIEW THE FOLLOWING IMPORTANT INFORMATION AND SIGN BELOW:

What Is and Is Not Covered: We urge all licensees to review a sample policy, including the Exclusions section. A sample policy and additional information are available on our website, www.risceo.com, or by calling us toll-free at 1-800-637-7319, ext. 1.

This is a Claims-Made-and-Reported Policy: There is no coverage for claims first made before the beginning or after the end of your firm's individual policy period. If you have any knowledge of a claim; potential claim; or any act, error, omission, fact, or situation that may give rise to a claim against you or your company, it must be reported in writing immediately to your firm's insurance carrier before your firm's current policy period expires. Failure to do so may jeopardize any coverage that would have otherwise been available. To report a claim under the group policy, your firm must send us written notice of the claim and a notice of claim form, available on our website or by calling us to request one.

There is no coverage for claims that arise after the policy expires unless an extended reporting period (ERP) is in place. However, claims often arise years after the subject transaction occurred. If your firm does not renew coverage for any reason, including inactivating or retiring its license, your firm should consider purchasing a 1, 2, or 3 year ERP Endorsement, which extends the reporting date of your firm's policy to apply to claims that arise within the ERP. An ERP Endorsement may be purchased within 90 days after the 2018 group policy expired. For licensees insured under the 2019 group policy, ERP Endorsements will be available within 90 days of its expiration date.

Prior Acts and Importance of Timely Renewal: Your firm's "retroactive date" determines whether there is coverage for services performed before the policy's effective date. The retroactive date is the date your firm first obtained, and since which has continuously maintained, E&O insurance, with no gaps. Even a one-day gap will result in loss of coverage for any services provided before and through the last day of the gap, even if insurance was in place at the time of the services and again when the claim arises. If your firm failed to enroll timely, call RISC immediately to see if your firm qualifies to backdate its individual policy period to January 1, 2019, which may avoid a gap in coverage and loss of any previously-established retroactive date. This procedure will not remedy noncompliance with mandatory insurance laws.

Territory: Licensees domiciled in Louisiana are insured for errors and omissions committed anywhere they hold an active real estate license, provided the services would require a real estate license if performed in Louisiana. Licensees domiciled outside of Louisiana are insured for Louisiana transactions only. However, out-of-state licensees will be treated as domiciled in Louisiana if their principal real estate license is affiliated with a real estate office located in Louisiana and they reside within 50 miles of the Louisiana state line. If a claim results in or from a lawsuit, the lawsuit must be brought within the U.S., its territories or possessions.

Effective Date: Coverage will be effective the day the LREC receives your firm's premium. If your firm would like to request an effective date different than the day the LREC receives your firm's premium, please contact us at policyadministrator@risceo.com

Premium / Deductible: Applicant understands that all premiums are fully earned at policy inception and no refunds are permitted after that date. If your firm's payment is returned for nonsufficient funds, your firm is responsible for payment of any resulting bank fees or penalties. The deductible will be due in accordance with the policy. Applicant agrees to reimburse the Company for any and all costs and expenses it incurs by employing a collection agency to collect any overdue deductible.

Applicant has reviewed and understands the information contained herein. Applicant declares that the above statements are true and that Applicant has not suppressed or misstated any material facts. Applicant understands that it is a crime to knowingly provide false, incomplete, or misleading information to an insurance company for the purpose of defrauding the company. Penalties include imprisonment, fines, and denial of insurance benefits. Applicant agrees that this application shall be the basis of the contract with the Company and that coverage, if written, will be provided on a claims-made-and-reported basis. Applicant understands and agrees that the completion of this application does not bind the Company to issue a policy.

CNA is a service mark and trade name registered with the US Patent and Trademark Office. The program referenced herein is underwritten by Continental Casualty Company, a CNA insurance company. The information included on both pages of this document is for illustrative purposes only and is not a contract. It is intended to provide a general overview of the products and services offered. Only the policy can provide the actual terms, coverages, amounts, conditions, and exclusions. This program is only available in Louisiana. © 2019



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**SUPPLEMENTARY ENROLLMENT FORM FOR OPTIONAL ENDORSEMENT
 AVAILABLE TO FIRM (NOT INDIVIDUAL) LICENSEES – PRORATED**

LOUISIANA REAL ESTATE COMMISSION'S (LREC's) GROUP ERRORS AND OMISSIONS (E&O) PROGRAM
 Administered by Rice Insurance Services Company (RISC) and Issued by Continental Casualty Company (Continental)

ENROLL FOR BASIC COVERAGE THROUGH THE LREC WITH YOUR FIRM'S LICENSE RENEWAL OR APPLICATION: Submit the applicable prorated premium (Jan \$129 / Feb \$118 / Mar \$107 / Apr \$96 / May \$86 / June \$75 / July \$64 / Aug \$53 / Sept \$43 / Oct \$32 / Nov \$21 / Dec \$10), plus the \$7 LREC transaction fee directly to the LREC. Unless your firm is purchasing an optional conformity endorsement, it does not need to complete this form or send anything to RISC. Licensees may purchase insurance outside of the group program, provided coverage meets state requirements and a certificate of coverage is provided to the LREC in compliance with state law.

PURCHASE AN OPTIONAL CONFORMITY ENDORSEMENT FROM RISC: The only optional endorsement available to firm licensees is the conformity endorsement. This may be purchased through RISC (not the LREC). If your firm needs a conformity endorsement, please complete this form and send with a check or money order payable to RISC to either of the following addresses: Mailing Address: RISC, P.O. Box 6709, Louisville, KY 40206-0709 or Overnight Delivery: RISC, 4211 Norbourne Blvd., Louisville, KY 40207-4048

Contact RISC with any questions or concerns about the group program, basic group policy, or endorsements.

LICENSEE INFORMATION: Please correct any incorrect information and fill in any blanks.

Firm Name (exactly as it appears on license):		License Type:	
D/B/A:		License No.:	
Address:			
City:		State:	Zip Code:
Phone (home / cell):		Phone (work):	
<input type="checkbox"/> If cell: Check here if you want text reminders if / when that option is available.			
Fax:		Email*:	

*We occasionally send important notices by email. To receive these notices, provide your firm's current email address and add our email domain (@risceo.com) to your firm's address book.

OPTIONAL ENDORSEMENT AVAILABLE TO LICENSED FIRMS (NOT INDIVIDUALS) Expires January 1, 2020	Unit Price	Amount Due
Conformity Endorsement: Conforms your firm's LA policy to comply with E&O requirements in other states that require firm license E&O insurance where your firm has an active real estate license. To be eligible for this endorsement, your firm must be actually domiciled in LA or treated as domiciled in LA by the policy terms. Please circle applicable state(s): CO ID IA Other State License #: _____ (if more than one conformity state, also identify state)	\$25 (Regardless of number of states at issuance)	
TOTAL OPTIONAL ENDORSEMENT PREMIUM	Total	\$ _____

The undersigned certifies that as of this date, the undersigned (1) holds an active Louisiana real estate license; and (2) has no knowledge of any of the following: (a) claims against the undersigned; (b) negligent acts, errors, or omissions that may reasonably be expected to become the basis of a claim against the undersigned; or (c) related negligent acts, errors, or omissions committed or alleged to have been committed that may reasonably be expected to become the basis of a claim against the undersigned; and (3) understands that the endorsement(s), if issued, will not apply to any of the following: (a) claims that first arose prior to the endorsement's effective date; (b) claims that arise after the endorsement's effective date and relate to a claim that first arose prior to that date; (c) negligent acts, errors, or omissions committed or alleged to have been committed prior to the endorsement's effective date that may reasonably be expected to become the basis of a claim against the undersigned; or (d) related negligent acts, errors, or omissions committed or alleged to have been committed prior to the endorsement's effective date that may reasonably be expected to become the basis of a claim against the undersigned; and (4) understands the endorsement premium is fully earned upon the endorsement's inception date and no refunds will be given after that time.

SIGNATURE OF PERSON AUTHORIZED TO SIGN FOR THE FIRM: _____

PRINT NAME: _____

DATE: _____

Complete After December 31, 2018 Reason for requesting endorsement(s) after the group policy's effective date (mandatory): _____