• *We put the **E**xperience and **O**ptions 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

NORTH DAKOTA REAL ESTATE COMMISSION'S (NDREC's) GROUP ERRORS AND OMISSIONS (E&O) PROGRAM

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

NOTICE: North Dakota law requires all active real estate salespersons and brokers to carry E&O insurance to apply to all licensed activities. New licensees must obtain insurance before their license can be activated. **Licensees who enroll in the group program will receive a certificate of coverage so that the licensee may provide proof of coverage to the NDREC. Upon completion of our online enrollment process, licensees may immediately download a certificate of coverage.** Licensees may purchase insurance outside of the group program, provided coverage meets state requirements and a certificate of equivalent coverage is provided to the NDREC as required by state law. **If you were enrolled in the NDREC's 2018 group policy, your insurance expired January 1, 2019. If insurance is not timely obtained or renewed, the NDREC may inactivate your license and issue other penalties.**

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 North Dakota licensees. The insurance carrier is Continental Casualty Company, a CNA insurance 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.

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 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 insurance carrier before your 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, you must send us written notice of the claim and a notice of claim form, available on our website or by calling us and requesting 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 you do not renew coverage for any reason, including inactivating or retiring your license, you should consider purchasing a 1, 2, or 3 year ERP Endorsement, which extends the reporting date of your policy to apply to claims that arise within the ERP. An ERP Endorsement may be purchased within 90 days after the 2018 group policy ended. For licensees insured under the 2019 group policy, ERP Endorsements will be available within 90 days of its end date.

Prior Acts and Importance of Timely Renewal: Your "retroactive date" determines whether there is coverage for services performed before the policy's effective date. The retroactive date is the date you first obtained, and since which have 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 you failed to enroll timely, call RISC immediately to see if you qualify to backdate your 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 state requirements.

Territory: Licensees domiciled in North Dakota 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 North Dakota. Licensees domiciled outside of North Dakota are insured for North Dakota transactions only. However, out-of-state licensees will be treated as domiciled in North Dakota if their principal real estate license is affiliated with a real estate office located in North Dakota and they reside within 75 miles of the North Dakota state line. If a claim results in or from a lawsuit, the lawsuit must be brought within the U.S., its territories or possessions, or Canada.

Effective Date: Coverage will be effective the day we receive your *completed application* and premium. If you would like to request an effective date different than the day we receive your *completed application* and premium, provide the requested effective date: _____

Premium / Deductible: Applicant understands that all premiums are fully earned at policy inception and no refunds are permitted after that date. If your payment is returned for nonsufficient funds, you are 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.

SIGNATURE: _____ **DATE:** _____

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 North Dakota. © 2019

• *We put the **E**xperience and **O**ptions 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

NORTH DAKOTA REAL ESTATE COMMISSION'S (NDREC's) GROUP ERRORS AND OMISSIONS (E&O) PROGRAM

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

ENROLLMENT FORM – PRORATED

North Dakota law requires that all active real estate brokers and salespersons carry and maintain E&O insurance that applies to all licensed activities. Licensees who enroll in the group program will receive a certificate of coverage so that the licensee may provide proof of coverage to the NDREC. Licensees who enroll online may download a certificate of coverage immediately upon completion. Licensees may purchase insurance outside of the group program, provided coverage meets state requirements and proof of coverage is provided to the NDREC as required by state law.

LICENSEE INFORMATION: Please ensure your information is correct, correct any incorrect information, and fill in any blanks. Failure to do so may delay issuance of your coverage.

Licensee Name:	License Type:	License No.:
Real Estate Firm:	SSN (Last 4 digits only)	
Address:		
City:	State:	Zip Code:
Phone (home / cell): ☐ If cell: Check here if you would like text reminders if/when that option is available.	Phone (work):	
Fax:	Email*:	

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

ENROLL ONLINE: Enroll online at www.risceo.com with a Visa or MasterCard and receive a certificate of coverage immediately upon completion (a nonrefundable $5 convenience fee applies to online enrollment).

ENROLL BY MAIL: Select desired coverages below and send your completed form (both pages) with a check or money order payable to RISC. Please allow 7 – 10 business days for processing.

Mailing Address: RISC, P.O. Box 6709, Louisville, KY 40206-0709 / Overnight Delivery: RISC, 4211 Norbourne Blvd., Louisville, KY 40207-4048

Basic Policy	Unit Price	Amount Due
Limits of Liability: $100,000 per claim / $500,000 aggregate **Deductibles:** $1,000 (damages) & $1,000 (claims expenses) **Prorated Premiums** (2019 effective date – all policies expire January 1, 2020): Jan $187 / Feb $171 / Mar $156 / Apr $140 / May $125 / June $109 / July $94 / Aug $78 / Sept $62 / Oct $47 / Nov $31 / Dec $16	**See prorated premiums at left**	**$_____**
Optional Endorsements		
Appraisal Endorsement: Eligibility requirements: (1) an active real estate license and (2) an active appraisal license Appraisal License #: _____	**$200**	
Conformity Endorsement: Conforms your ND policy to comply with E&O requirements in other states where you have an active real estate license. To be eligible for this endorsement, you must be actually domiciled in ND or treated as domiciled in ND by the policy terms. Please circle applicable state(s): **AK CO ID IA KY LA MS NE NM RI SD TN* WY** Other State License Type: _____ / Other State License #: _____ (identify conformity state if more than one) **Eligibility for TN conformity is limited by TN regulations. Contact RISC if you need coverage for a TN license.*	**$15** (Regardless of # of states at issuance)	
Property Management Endorsement: Adds specific property management services to the policy's definition of professional services.	**$150**	
NEW Residential Personal Interest Coverage Endorsement: Up to policy limits for claims concerning the sale or listing for sale of residential property (defined in the endorsement) owned by you or your spouse, under certain conditions.	**$15**	
Increased Limits Endorsements – You may purchase ONLY ONE of the following:		
Increased Limits of $250,000 per claim / $750,000 aggregate See below for instructions on selecting Premium A or Premium B	A **$73** or B **$109**	
Increased Limits of $500,000 per claim / $1,000,000 aggregate See below for instructions on selecting Premium A or Premium B	A **$140** or B **$186**	

Premium A 75% or more* of your real estate activity income is earned from Residential Sales** and you have had no claims*** in the past 5 years
Premium B Less than 75%* of your real estate activity income is earned from Residential Sales** or you have had 1 or more claims*** in the past 5 years

*To determine the percentage of your real estate activity income derived from Residential Sales, divide your income derived from Residential Sales by the amount of your total real estate activity income.

**Residential Sales means sales of properties zoned for and occupied exclusively as residences for 4 families or less. Residential Sales also includes: (1) sales of vacant land, provided the land is zoned for residential use and is not a development project of 4 or more residences and (2) sales of farm property that will be a buyer's principal residence and where a buyer will derive no more than 25% of total income from farming. Commercial sales and renting, leasing, managing, or appraising residential or commercial property are not Residential Sales.

***If you are a designated broker, a claim made against you, your firm for your acts, or your firm for the firm's acts is considered a claim against you for purposes of calculating the endorsement premium. If you are not a designated broker, a claim made against you or your firm for your acts is considered a claim against you for purposes of calculating the endorsement premium.

Basic Policy Premium + Any Optional Endorsement Premium	**Total**	**$_____**

Option for Renewing E&O Coverage for Multiple Licensees: Companies with *more than 10 licensees* may submit enrollment information electronically with our Multiple Licensee Renewal Form (contact us to request one).