



**COLORADO REAL ESTATE COMMISSION'S (CREC'S)
GROUP ERRORS & OMISSIONS (E&O) PROGRAM**

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

502-897-1876 / 1-800-637-7319
4211 Norbourne Blvd, Louisville, KY 40207
PO Box 6709, Louisville, KY 40206
www.risceo.com

NOTICE – If your firm was insured under the CREC’s 2019 group program, its insurance expired January 1, 2020. Colorado law requires that all active individual real estate licensees carry and maintain E&O insurance to cover all licensed activities. Actively licensed real estate firms also must carry E&O insurance if they both (1) employ licensees in addition to the responsible broker and (2) are organized as corporations, limited liability companies, or partnerships. Licensed real estate firms that do not employ licensees other than the responsible broker are not required to carry E&O insurance but may opt to do so (the responsible broker must maintain individual E&O insurance). Failure to timely obtain or renew coverage may lead the CREC to inactive your firm’s license and assess fines and penalties. Prospective licensees must obtain insurance before license activation. Licensees may obtain insurance outside the group program, provided coverage complies with state law and proof of coverage is provided to the CREC as required by state law.

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 Colorado 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.

OPTION FOR RENEWING E&O COVERAGE FOR MULTIPLE LICENSEES – Companies with 10+ licensees can request a Multiple Licensee Renewal Form to electronically submit enrollment information for all the firm’s licensees timely and expediently.

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, Option 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 or your firm has any knowledge of a claim; potential claim; or any act, error, omission, fact, or situation that may give rise to a claim against your firm, 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. Any claim under the group policy must be reported to us in writing during the individual policy period in which it is first made against the insured. For further instructions and a notice of claim form, visit our website, www.risceo.com, then select the “Resources” tab and click “Forms” or call us toll-free at 1-800-637-7319, Option 2.

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 from which your firm has continuously maintained uninterrupted E&O insurance, with no gaps. Even a one-day gap will result in loss of coverage for ALL professional services performed before the new policy’s effective date, even if your firm had E&O insurance when the services were provided and again when the claim arises. If your firm fails to enroll timely, call RISC immediately to see if your firm qualifies to backdate its individual policy period to January 1, 2020. This procedure will not remedy noncompliance with mandatory insurance laws, which will result in penalties and fines.

Not Renewing Coverage through the Group Program? Consider an Optional Extended Reporting Period (ERP) Endorsement – There is no coverage for claims that arise after the end of your firm’s individual policy period unless an ERP is in place. Claims often arise years after the subject transaction occurred. If your firm does not renew coverage through RISC for any reason (e.g. inactivating / retiring its license or switching to another insurance provider), your firm should consider purchasing an ERP endorsement. We offer 1, 2, and 3 year ERP endorsements to extend the policy’s reporting date to apply to claims first made against the insured and reported within that period. An ERP endorsement may only be purchased any time during or up to 90 days after the end of your firm’s individual policy period.

Territory – Licensees domiciled in Colorado are insured for real estate services performed anywhere they hold an active real estate license, provided the services would require a real estate license if performed in Colorado. Licensees not domiciled in Colorado are insured for Colorado transactions only. Out-of-state licensees may be considered domiciled in Colorado if their principal real estate license is affiliated with a real estate office in Colorado and they reside within 50 miles of the Colorado state line. Please see the Territory section of the policy for more information.

Effective Date – Licensees who enroll after January 1, 2020 will have an inception date of the day we receive the licensee’s *completed application and premium*. To request a different inception date (after January 1, 2020) for Continental’s consideration, insert date here: _____

Premium / Deductible – 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 both pages of this form 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.

FIRM NAME: _____

SIGNATURE OF PERSON WITH AUTHORITY FOR FIRM: _____

PRINT NAME: _____ **DATE:** _____



**COLORADO REAL ESTATE COMMISSION'S (CREC'S)
GROUP ERRORS & OMISSIONS (E&O) PROGRAM**

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

502-897-1876 / 1-800-637-7319
4211 Norbourne Blvd, Louisville, KY 40207
PO Box 6709, Louisville, KY 40206
www.risceo.com

FIRM ENROLLMENT FORM – PRORATED

NOTICE

Real estate companies MUST carry E&O insurance pursuant to Colorado law if they meet all of the following:

- **Have an active Colorado real estate license,**
- **Employ licensees in addition to the responsible broker, and**
- **Organized as a corporation, limited liability company, or partnership.**

Failure to timely obtain or renew coverage may lead the CREC to inactive your firm's license and assess fines and penalties.

- Real estate companies organized as corporations, limited liability companies, or partnerships that do not employ licensees other than the responsible broker are not required to carry E&O insurance but may choose to do so (the responsible broker is required to maintain individual E&O insurance).
- Real estate firms that are sole proprietorships are not required to carry insurance and are not eligible to enroll in the group policy.

Licensees may purchase insurance outside the group program, provided coverage complies with state law and proof of coverage is provided to the CREC as required by state law.

HOW TO ENROLL

ONLINE – At www.risceo.com with a Visa or MasterCard and download a certificate of coverage immediately (\$5 nonrefundable convenience fee applies).

MAIL – Send completed form (both pages) with a check or money order payable to RISC. Allow 7 – 10 business days to allow us time to process your firm's enrollment and provide proof of coverage to the CREC.

Mailing Address

RISC, PO Box 6709, Louisville, KY 40206-0709

Overnight Delivery

RISC, 4211 Norbourne Blvd, Louisville, KY 40207-4048

FIRM LICENSEE INFORMATION – Failure to provide correct and complete information may delay issuance of your firm's coverage and confirmation to the CREC. *This form is for firm licensees only. Individual licensees should use the individual enrollment form – prorated.*

Real Estate Firm (as appears on license):		Firm License No.:	
D/B/A:		Responsible Broker:	
Address:		Secretary of State No. (Search at https://www.sos.state.co.us/):	
City:	State:	Zip Code:	
Work Phone:	Home Phone:	Cell Phone:	
Fax:	Email*:	<input type="checkbox"/> I want text reminders if / when that option is available.	

**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.*

BASIC POLICY

Limits of Liability: \$100,000 per claim / \$300,000 aggregate Deductible: \$1,000 (damages) Prorated Premiums (2020 effective date – all policies expire January 1, 2021): Jan \$239 / Feb \$219 / Mar \$199 Apr \$179 / May \$159 / June \$139 / July \$120 / Aug \$100 / Sept \$80 / Oct \$60 / Nov \$40 / Dec \$20	See prorated premiums at left	\$ _____
--	--	----------

OPTIONAL ENDORSEMENT

Conformity Endorsement: Conforms your firm's insurance under the CO group policy to comply with E&O requirements in other mandated states where your firm has an active real estate license. Eligibility Requirement: your firm must be actually domiciled in CO or treated as domiciled in CO by the policy terms. Please circle applicable state(s): ID IA LA Other State License #: _____ (if more than one conformity state, also identify state)	\$20
---	-------------

BASIC PREMIUM	\$ _____
+ OPTIONAL ENDORSEMENT PREMIUM (IF ANY)	\$ _____
TOTAL DUE	\$ _____

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 Colorado. © 2020