

IMPORTANT NOTICE

If you plan to renew or place your coverage with WUG, please call or email us with your intention as soon as possible. **Due to changes with the KREC and their new licensing system we will need to provide a Certification of Insurance Coverage form 203 for each licensee. They will need this when they renew their license, KREC will no longer accept a licensee roster with the principal brokers form 500.** We will provide more detailed instructions when you notify us of your intent to renew coverage.

No payment will be necessary at this time. When you are ready to make your payment, please complete the enrollment form we have included along with your license roster. Please advise if there are any changes to the roster from the attached estimated renewal quote. **If we do not receive payment by March 20, 2020, we will notify the KREC that no coverage is in place.**

Your or your licensees expiring policy with us WUG and most errors & omissions policies are written as a **CLAIMS-MADE POLICY**. Generally, the policy only applies to otherwise covered claims made against you or the licensee on or after your inception date and before your expiration date of April 1, 2020 arising out of wrongful acts involving your real estate services, as defined in the policy, that occurred after your retroactive date (first date of continuous insurance with no lapse in coverage).

NOTE: Under our, WUG **CLAIMS-MADE POLICY**, if you or a licensee does not renew your/their policy by April 30th, 2020 and have not purchased replacement coverage, there may not be coverage for claims reported in the future (i.e., after April 1st, 2020) for past real estate services. If you or a licensees expiring policy is with us (WUG) and you or the licensee would like to purchase an extended reporting or tail endorsement (the "ERP Endorsement"), please contact WUG at 1-800-222-4035 within 90 days of the policy expiration date of April 1, 2020. The extended reporting endorsement would allow you or the licensee to report otherwise covered claims for wrongful acts arising out of your real estate services, as defined in the policy, which occurred after your retroactive date of coverage (listed on your Certificate of Insurance) and prior to the policy expiration date of April 1, 2020. This endorsement does not extend the policy period or change the scope of coverage. The policy offers one, two and three-year extended reporting period options-

Due to the most recent ruling done by the Kentucky Real Estate Commission in June of 2019, any licensee that wishes to place their real estate license on an inactive status must purchase at least a one-year Extended Reporting Period/Tail endorsement. The licensee must provide KREC with a Certification of Insurance Coverage form 203 indicating the Extended Reporting Period (ERP) has been purchased.

If you or the licensees expiring policy is with another insurance carrier you will need to contact them regarding their extended reporting endorsement provisions.

Licensees who do not obtain E&O coverage by April 30, 2020 will lose any previously established retroactive date (Prior Acts Coverage). The new effective date and retroactive date will be established as the date that the payment is received by WUG. This only applies to licensees who elect to purchase coverage through our program. Other providers will have their own deadline provisions.

If you or a licensee have a written demand for damages or services, it must be reported to your current insurance company before your current policy expires. The insurance company will be not obligated to defend or pay for any claims of which you had knowledge of before your new policy period begins.

Our email is wug@wugioe.com and our phone number is 800-222-4035.