

The Liberalization Clause of your E&O Policy form, what does this mean to you?

As the endorsed Agents Professional Liability carrier of the IIABA and the 50 Big "I" state associations, we are committed to protecting our policyholders business, assets and reputation. In collaboration with your Big "I" state association and the IIABA, we are introducing new features and coverage enhancements designed to reflect the evolving needs of agents and brokers. Please refer any questions to your state administrator, or to obtain the exact policy language. Please note that some coverage features may not apply to all policyholders.

If your errors & omissions program is written through Westport Insurance Corporation (W 1004C 0600), a member of Swiss Re Corporate Solutions, you will automatically receive the benefits of the newly revised Westport policy form!

The main features of the newly revised form (SP 4 584 05 10) are described below:

COVERAGE OR ISSUE	NEW POLICY FEATURE
Prior policy was in two parts	Now a single policy form, as opposed to separate General Terms and Conditions and Coverage Units.
Personal Data Protection for a breach of the agency's network security	New first party coverage provided with limits of \$10,000 per incident/\$25,000 policy period aggregate for agency expenses incurred subject to a \$1,000 each incident deductible.
Breach of Personal Data	New third party coverage provided with sub-limit of \$1,000,000 per breach and aggregate if agency meets conditions set out in policy. Subject to underwriting approval.
Deductible Reduction	Deductible reduction applies to claims alleging failure to procure coverage where Swiss Re determines that the agency has written documentation in file refuting such claim. 50% reduction up to a maximum of \$12,500.
Subpoena Expense Reimbursement	Limit increased from \$5,000 to \$10,000 per policy period.
Loss of Earnings Reimbursement	Increased to \$500 per insured per day/maximum of \$10,000 per policy period.

Definition of Personal Injury broadened	Definition broadened to include coverage for hazards similar to that provided by the general liability policy.	Section IV. Definitions and Explanation of Terms, M. Personal Injury and V. 2. Wrongful Act
Consulting in conjunction with Employee Benefit Plans	Clarifies that insurance consulting for employee benefit plans is covered.	Section IV. Definitions and Explanation of Terms, R. 2. Professional Services
Advertising definition	Advertising is now defined in the policy and included in the definition of wrongful acts.	Section IV. Definitions and Explanation of Terms, A. Advertising, M. Personal Injury and V. Wrongful Act
Extended Reporting Period (Tail)	Extended Reporting Period Terms expanded to include a 2 year option where allowed.	Section XIV. Extended Reporting Period, C. Optional Extended Reporting Periods, 1. and 4.
Extended Reporting Period (Tail)	Retirement age for the free unlimited tail was amended from 65 to 62.	Section XIV. Extended Reporting Period, C. Optional Extended Reporting Periods, 2.
EPL Coverage endorsement limits	Added limit options of \$1MM and \$2MM in addition to existing limits of \$250,000 and \$500,000.	
Investment/Securities Products Endorsement limits	Added limit option of \$2MM in addition to existing limits of \$500K and \$1MM.	
Safety Consultants Endorsement limits	Higher limits may be available on a select basis, dependent on individual risk characteristics.	

This document is provided for informational purposes only and is intended as a general overview of the policy described and should not be considered a contract of insurance. All policies are individually underwritten and subject to the underwriting guidelines of Westport Insurance Corporation, a member of the Swiss Re Group. For complete policy language, refer to form SP 4 584 0510, or the most current edition thereof.