

## **ERRORS AND OMISSIONS INSURANCE INFORMATION FOR 2022 LICENSE RENEWALS**

The Kentucky Real Estate Commission (KREC) contracts with Rice Insurance Services Company, LLC (RISC) to provide professional liability insurance to Kentucky licensees. Administered by RISC, the group insurance is issued by Continental Casualty Co., a CNA company. To enroll and learn more about RISC, including costs and policy details, visit their website at <https://www.risceo.com/>.

You may purchase E&O coverage through RISC or from another provider of your choice whose coverage meets the requirements outlined here: [https://krec.ky.gov/newstatic\\_info.aspx?static\\_id=196](https://krec.ky.gov/newstatic_info.aspx?static_id=196). Please note that the KREC charges a \$10 E&O processing fee during license activation or renewal, regardless of where insurance is purchased.

### **HOW TO ENROLL FOR RISC E&O COVERAGE**

If you have coverage from RISC, it expires April 1, 2022. Conveniently, the group policy period now coincides with KREC's new two-year licensing period. Here's how to enroll in RISC:

- Log into your RISC account from their website: <https://www.risceo.com/>. Your username is most likely your email address. If you do not have an account, use your valid email address to begin. This will enable you to create an account near the end of the online enrollment process.
- RISC automatically sends the KREC confirmation of your enrollment. The KREC then sends you an email requesting payment of the KREC's \$10 E&O processing fee.
- Once you have enrolled online, if your license number, the last 4 digits of your social security number, and your name match the KREC database, it will populate (appear in the system) within 24 hours of purchase, allowing you to log in to eServices to complete the renewal process.

For questions about the group program, contact RISC at 1-800-637-7319, extension 1.

### **PRIOR ACTS COVERAGE**

If you do not purchase insurance with an April 01, 2022, effective date, then you will have a gap between policy periods and lose prior acts coverage. Whether or not your insurance applies to professional services that occurred before the inception of your individual policy period is determined by your retroactive date. Your retroactive date is the date you first obtained, and since which have continuously maintained, E&O insurance, with no gaps or breaks between policy periods. A claim involving your prior acts may be considered for coverage if the act, error, or omission took place after your retroactive date. If you have a gap in coverage, your retroactive date will be the date you reestablish coverage, and your insurance will not apply to any professional services performed before and through the last day of the lapse, even if you had insurance coverage when the subject professional services were rendered and again when a claim is made or filed.