

Your Exam Content Outline

The following outline describes the content of one of the Connecticut insurance examinations. The outlines are the basis of the examinations. The examination will contain questions on the subjects contained in the outline. The percentages indicate the relative weights assigned to each part of the examination. For example, 10 percent means that 6 questions will be drawn from the section on a 60-question exam, 10 will be drawn on a 100-question exam and 15 will be drawn on a 150-question exam.

Connecticut Producer's Examination for Casualty Insurance Series 18-20

**100 questions - 2-hour time limit
Effective October 1, 2019**

1.0 Insurance Regulation 8%

1.1 Licensing

Process (38a-702d, 702e, 769)
Types of licensees (38a-702f(a), 769) Resident producers (38a-702d)
Certified insurance consultants (38a-731-733, 786)
Nonresident producers (38a-702g, 702n) Temporary (38a-702j)
Maintenance and duration
Renewal (38a-702f(b)(c), 784, 786(b)) Change in name or address (38a-702f(f), 771(a))
Reporting of actions (38a-702o, 771(b)) Assumed names (38a-702i)
Continuing education requirements, exemptions and penalties (Reg 38a-782a-2, 10, 12-17)
Disciplinary actions
Cease and desist order (38a-817) Hearings (38a-16, 817, 818)
Suspensions, revocations, refusal to issue or renew, fines (38a-2, 702k, 735, 774, 777, 817, 830)

1.2 State regulation

Commissioner's general duties and powers (38a-8, 10)

Company regulation
Certificate of authority (38a-41)
Capital and surplus requirement (38a-72) Unfair claim settlement practices (38a-816)
Producer regulation
Controlled business (38a-782(b)) Commissions (38a-702l, 734) Acting as an agent (38a-702m)
Representing an unauthorized insurer (38a-275, 703, 714)
Failure to remit premiums (38a-712) Unfair and prohibited practices
Misrepresentation (38a-816(1), (8)) False advertising (38a-816(1), (2)) Defamation of insurer (38a-816(3)) Boycott, coercion and intimidation (38a-816(4))
False financial statements (38a-816(5)) Failure to maintain complaint record (38a-816(7))
Unfair discrimination (38a-816(12), (13)) Rebating (38a-816(9), 825)
Twisting (38a-826)
Examination of books and records (38a-769(f)) Connecticut Insurance Information and Privacy Protection Act (38a-975-999a)

1.3 Federal regulation

Fair Credit Reporting Act (15 USC 1681-1681d)
Fraud and false statements (18 USC 1033, 1034)

2.0 General Insurance 7%

2.1 Concepts

Risk management key terms

Risk
Exposure
Hazard
Peril
Loss

Methods of handling risk

Avoidance
Retention
Sharing
Reduction
Transfer

Elements of insurable risks

Adverse selection
Law of large numbers
Reinsurance

2.2 Insurers

Types of insurers

Stock companies Mutual
companies Fraternal
benefit societies Lloyd's
associations
Risk retention groups

Private versus government insurers

Admitted versus nonadmitted

Conditional contract

Legal interpretations affecting contracts

Ambiguities in a contract of adhesion
Reasonable expectations
Indemnity
Utmost good faith
Representations/misrepresentations
Warranties
Concealment
Fraud
Waiver and estoppel

insurers Domestic, foreign and
alien insurers

Financial status (independent rating
services) Marketing (distribution)
systems

2.3 Producers and general rules of agency

Insurer as principal

Producer/insurer relationship

Authority and powers of producers

Express
Implied
Apparent

2.4 Contracts

Elements of a legal contract

Offer and
acceptance
Consideration
Competent parties
Legal purpose

Distinct characteristics of an insurance
contract

Contract of
adhesion Aleatory
contract Personal
contract Unilateral
contract

3.2 Policy structure

Declarations Definitions

Insuring agreement or clause

Additional/supplementary coverage

Conditions

Exclusions

Endorsements

3.3 Common policy provisions

Insureds — named, first named, additional

Policy period

Policy territory

Cancellation and nonrenewal

Deductibles

Other insurance

Nonconcurrency Primary

and excess Pro rata

Contribution by equal shares

Limits of liability

Per occurrence (accident)

Per person

Aggregate — general versus products —

completed

operations

Split

Combined single Named

insured provisions

Duties after loss

Assignment

Insurer provisions

Liberalization

Subrogation

Duty to defend

3.0 Casualty Insurance Basics 17%

3.1 Principles and concepts

Insurable interest

Underwriting

Function

Loss ratio

Rates Types Loss

costs

Components

Hazards Physical

Moral Morale

Negligence

Elements of a negligent act

Defenses against negligence

Damages

Compensatory — special versus general

Punitive Absolute

liability Strict liability

Vicarious liability

3.4 Connecticut laws, regulations and required provisions

Connecticut Insurance Guaranty Association Act (38a-836-853)

Cancellation and nonrenewal (38a-307, 308(e), 323, 324)

Binders (38a-309, 322)

Legal action against insurer (38a-290, 307) Concealment or fraud (38a-307)

Connecticut Standard Fire Policy (38a-307)

Connecticut FAIR Plan (Reg 38a-328-1-20) Federal Terrorism Insurance Program (15 USC

6701; Public Law 107-297, 109-144, 110-160)

UM/UIM reduction
Required limits (Reg 38a-334-6(d))
Conversion coverage (38a-336a)

Cancellation/nonrenewal

Reasons (38a-342)

Notice (38a-343, 344)

Notice of eligibility in assigned risk plan (38a-345)

Illegal declination, cancellation or nonrenewal (38a-358, 815, 816(9), 817(b))

Aftermarket parts regulation (38a-355)

Constructive total loss (38a-353)

Arbitration (Reg 38a-10-1-4)

Disclosure of automobile liability policy limits (38a-335a)

5.2 Personal ('05) auto policy

Definitions

Liability coverage

Bodily injury and property damage

Supplementary payments Exclusions

Medical payments coverage

Uninsured motorists coverage

Coverage for damage to your auto

Collision

Other than collision

Deductibles Transportation

expenses Exclusions

Duties after an accident or loss

General provisions

Selected endorsements

Amendment of policy provisions —
Connecticut (PP 01 54)

Towing and labor costs (PP 03 03) Extended
non-owned coverage — vehicles

furnished or available for regular use (PP 03
06)

Miscellaneous type vehicle (PP 03 23)

Joint ownership coverage — Connecticut (PP
13 45)

5.3 Commercial auto ('06)

Commercial auto coverage forms

Business auto

Garage

Business auto physical damage

Truckers

Motor carrier

Coverage form sections

Covered autos Liability
coverage

Garagekeepers coverage

Physical damage coverage

Exclusions

Conditions

Definitions

Selected endorsements

Connecticut changes (CA 01 07)

Lessor — additional insured and loss payee

4.0 Homeowners ('11) Policy 18%

4.1 Coverage forms

HO-2 through HO-6

4.2 Definitions

4.3 Section II — Liability coverages

Coverage E — Personal liability

Coverage F — Medical payments to others

Additional coverages

4.4 Exclusions

4.5 Conditions

4.6 Selected endorsements

Special provisions — Connecticut (HO 01 06)

Permitted incidental occupancies —
residence premises (HO 04 42)

Limited fungi, wet or dry rot, or bacteria
coverage

— Connecticut (HO 04 74, HO 04 75, HO 04
76) Home day care (HO 04 97)

Home business — Connecticut (HO 07

05) Business pursuits (HO 24 71)

Watercraft (HO 24 75)

Personal injury — Connecticut (HO 24 79)

5.0 Auto Insurance 18%

5.1 Laws

Connecticut Motor Vehicle Financial
Responsibility

Law

Required limits of liability (RL 17-114)

Required proof of insurance (RL 14-
112(b))

Connecticut Automobile Insurance Assigned Risk
Plan (38a-329)

Uninsured/underinsured motorist (38a-
336) Definitions

Bodily injury

- (CA 20 01)
- Mobile equipment (CA 20 15)
- Auto medical payments coverage (CA 99 03)
- Drive other car coverage (CA 99 10)
- Individual named insured (CA 99 17)
- Commercial carrier regulations
- The Motor Carrier Act of 1980
- Endorsement for motor carrier policies of insurance for public liability (MCS-90)

- Inside the premises — theft of money and securities
- Inside the premises — robbery or safe burglary of other property
- Outside the premises
- Computer fraud
- Funds transfer fraud
- Money orders and counterfeit money
- Other crime coverage
- Extortion — commercial entities (CR 04 03)

6.0 Commercial Package Policy (CPP) 10%

6.1 Components of a commercial policy

- Common policy declarations
- Common policy conditions
- Interline endorsements
- One or more coverage parts

6.2 Commercial general liability ('13)

- Commercial general liability coverage forms
 - Bodily injury and property damage liability
 - Personal and advertising injury liability
 - Medical payments
 - Exclusions
 - Supplementary payments
 - Who is an insured
 - Limits of insurance
 - Conditions
 - Definitions
- Occurrence versus claims-made
- Claims-made features (Connecticut minimum standards) (Reg 38a-327-1-6)
 - Trigger
 - Retroactive date
 - Extended reporting periods
 - Claim information
- Premises and operations
- Products and completed operations
- Insured contract

6.3 Commercial crime ('06)

- General definitions
 - Burglary
 - Theft
 - Robbery
- Crime coverage forms
 - Commercial crime coverage forms (discovery/loss sustained)
 - Government crime coverage forms (discovery/loss sustained)
 - Coverages
 - Employee theft
 - Forgery or alteration

6.4 Farm coverage

- Farm liability coverage form ('06)
 - Coverage H — Bodily injury and property damage liability
 - Coverage I — Personal and advertising injury liability
 - Coverage J — Medical payments
- Exclusions
- Additional coverages
- Limits of insurance
- Conditions
- Definitions

7.0 Businessowners ('13) Policy 9%

7.1 Characteristics and purpose

7.2 Businessowners Section II — Liability

- Coverages
- Exclusions
- Who is an insured
- Limits of insurance
- General conditions
- Definitions

7.3 Businessowners Section III — Common Policy

Conditions

7.4 Selected endorsements

- Hired auto and non-owned auto liability (BP 04 04)

8.0 Workers Compensation Insurance 8%

8.1 Workers compensation laws

- Types of laws
 - Monopolistic versus competitive
 - Compulsory versus elective
- Connecticut Workers Compensation Law (Title 31 Chapter 568)
 - Exclusive remedy (RL 31-284(a), 293a)
 - Employment covered (required, voluntary) (RL 31-275(9), (10))
 - Covered injuries (RL 31-275(1), (16), 284(a), 294c, 295)

Occupational disease (RL 31-275(15))
Benefits provided (RL 31-275(12), 283a,
295,
306, 306b, 307, 308, 308a)
Second injury fund (RL 31-349, 352-
355b)

Federal workers compensation laws
Federal Employers Liability Act (FELA) (45
USC 51-60)
U.S. Longshore and Harbor Workers
Compensation Act (33 USC
904) The Jones Act (46 USC
688)

8.2 Workers compensation and employers liability insurance policy

General section

Part One — Workers compensation
insurance Part Two — Employers liability
insurance Part Three — Other states
insurance

Part Four — Your duties if injury occurs

Part Five — Premium

Part Six —

Conditions Selected
endorsement

Voluntary compensation

8.3 Premium computation

Job classification — payroll and rates

Experience modification
factor Premium discounts

Participation (dividend)
plans

8.4 Other sources of coverage

Connecticut Workers Compensation Insurance
Plan

Self-insured employers (RL 31-285, 286)

Employers' mutual insurance associations (RL
31-
328-339)

requirements
Exportable list
Affidavits

9.4 Surety bonds

Principal, obligee, surety

Contract bonds

License and permit bonds

Judicial bonds

9.5 Other policies

Boatowners

9.0 Other Coverages and Options 5%

9.1 Umbrella/excess liability policies

Personal (DL 98 01)

Commercial (CU 00 01)

9.2 Specialty liability insurance

Professional liability

Errors and omissions

Directors and officers liability

Fiduciary liability

Liquor liability

Employment practices liability

9.3 Surplus lines

Definitions and

markets Licensing