Unit Assignments

Unit 1  Principles of Insurance (6% of test) - 3 questions
Risk
Managing Risk
Law of Large Numbers
Elements of Insurability
  - Pure Risk, Speculative Risk
  - Insurable Interest
  - Other Elements of Insurability
Other Insurance Terms
  - Peril
  - Hazard

Unit 2  The Insurance Contract (6% of test) - 3 questions
Elements of a Valid Contract
  - Offer and Acceptance
  - Consideration
Characteristics of an Insurance Contract
  - Principle of Indemnity
  - Personal
  - Unilateral
Parts of the Insurance Contract
  - Policy Organization

Unit 3  Insurance Company Organization and Regulation (2% of test) - 1 question
Types of Insurance Organizations
  - Stock and Mutual Companies
Lines of Insurance
  - Four Lines of Insurance
Insurance Company Organization
  - The Agent
  - Insurance Marketing Systems
  - Other Insurance Functions
Regulation
  - Regulation and the Company
  - Regulation and the Agent

Unit 4  The Insurance Transaction (6% of test) - 3 questions
Application
Binders
Underwriting the Policy
  - Fair Credit Reporting Act
Rating the Policy
  - Judgment and Manual Rating
Certificate of Insurance
  - Misrepresentation, Concealment, and Fraud
Representations and Warranties
  - Waiver and Estoppel
Cancellation and Nonrenewal
Unit 5  Introduction to Property Insurance (8% of test) - 4 questions  
Declarations  
Who is Insured  
What Property is Covered and Where  
How Much Property is Insured for  
Insuring Agreement  
Property Covered  
Perils Insured Against  
Exclusions and Limitations  
Conditions  
Duties Following Loss  
Valuation  
Coinsurance  
Deductible  
Salvage and Abandonment  
Subrogation  
Appraisal and Arbitration  
Other insurance  
Assignment  

Unit 7  Dwelling Insurance (4% of test) - 2 questions  
The Dwelling Policy  
Perils Insured Against  
Other Coverages  
Conditions  
Basic Policy Coverages  
Replacement Cost Coverage  
Other Endorsements  

Unit 8  Homeowners Insurance (10% of test) - 5 questions  
The Homeowners Policy  
Eligibility, Insureds  
HO-3 - Special Form  
HO-4 - Contents Broad Form  
HO-6 - Unit-Owners Form  
Section I - Property  
Coverage C - Personal Property  
Coverage D - Loss of Use  
Additional Coverages  
Perils Insured Against  
Limits of Liability, Deductible  
Homeowners Endorsements  
Section I Endorsements  
Limited Fungi, Wet or Dry Rot, or Bacteria Coverage  

Unit 9  Personal Auto Insurance (6% of test) - 3 questions  
Part D - Coverage for Damage to Your Auto  
Coverage  
Transportation Expenses  
Exclusions  
Other Provisions
Unit 10  Miscellaneous Personal Insurance (8% of test) - 4 questions
Flood Insurance
Coverage
National Flood Insurance Program
Earthquake Insurance
Mobile Home Insurance
Personal Inland Marine Insurance
Personal Inland Marine Forms
Personal Watercraft Insurance
Boatowners and Outboard Motor and Boat Policies
Personal Yacht Policies
FAIR Plans

Unit 11  The Commercial Package Policy (6% of test) - 3 questions
Eligible Coverages
Common Policy Declarations
Common Policy Conditions
Cancellation
Changes, Premiums
Examination of Books and Records, Inspections, and Surveys
Transfer of Rights and Duties

Unit 12  The Businessowners Policy (6% of test) - 3 questions
Eligibility, Policy Organization
Ineligible Risks
Property Coverage
Building Coverage
Business Personal Property Coverage
Covered Causes of Loss
Additional Coverages
Coverage Extensions
Optional Coverages
Conditions

Unit 13  Commercial Property Insurance (6% of test) - 3 questions
Commercial Property Coverage Part
Causes of Loss Forms
Building and Personal Property Coverage Form
Property Covered
Additional Coverages
Coverage Extensions
Conditions
 Builders Risk Coverage Form
Property Covered
Business Income Coverage Forms
Coverages

Unit 14  Ocean and Inland Marine Insurance (4% of test) - 2 questions
Ocean Marine Insurance
Categories of Ocean Marine Insurance
Characteristics of Ocean Marine Insurance
Inland Marine Insurance
Nationwide Definition
Filed and Nonfiled Forms
Filed Forms
Accounts Receivable Coverage Form
Valuable Papers and Records Coverage Form
Floor Plan Coverage Form
Nonfiled Forms
Domestic Shipments
Commercial Property Floater Risks
Unit 17

Commercial Crime Insurance (6% of test) - 3 questions

Types of Crime Forms
Loss Sustained Form
Discovery Form

Definitions
Types of Crimes
Other Definitions

Insuring Agreements and Endorsements
Employee Theft
Forgery or Alteration
Inside the Premises - Theft of Money and Securities

Exclusions
For all Coverages

Unit 19

Miscellaneous Commercial Insurance (8% of test) - 4 questions

Farm Insurance
Farm Property Coverage Forms

Boiler and Machinery Insurance
Boiler and Machinery Coverage Part
Equipment Breakdown Protection Coverage Form
Endorsements

Difference in Conditions Insurance
Background

Insurance Code

Kentucky Law (8% of test) – 4 questions

Scope, General Definitions, and Provisions KRS 304.1
Definition of Property Insurance KRS 304.5-050

Agent Licensing
Definitions KRS 304.9-020 to 051
Licensing Requirements KRS 304.9-080 to 120
Change of Address KRS 304.9-200
License Renewal KRS 304.9-260
Continuing Education KRS 304.9-295
Record Retention KRS 304.9-390
Suspension or Revocation of License KRS 304.9-440
Reporting of Criminal or Administrative Actions KRS 304.9-467
Prohibited Practices in Replacement or Repair of Automobile Glass;
Penalties KRS 304.9-470

Surplus Lines KRS 304.10
Unfair Practices, Advertising, Illegal Inducements KRS 304.12-010 to 110
Lender Insurance Requirements KRS 304.12-150
Unfair Claims Settlement Practices KRS 304.12-230
Insurance Contract KRS 304.14
Declination, Nonrenewal, and Cancellation KRS 304.20-300 to 350
Insurance Guaranty Fund KRS 304.36-030
Insurance Fraud KRS 304.47-020
Conversion of Premium KRS 304.99-010