



HEALTHCARE PROVIDERS PROFESSIONAL LIABILITY
CANCELLATION AND NON-RENEWAL ENDORSEMENT
STATE OF VERMONT

It is hereby agreed any cancellation, non-renewal or termination provision(s) in the common policy conditions are deleted in their entirety and replaced with the following:

Cancellation and Non-Renewal

1. Cancellation by the **named insured**

The **named insured** has the right to cancel this Policy at any time by giving notice to us stating when thereafter the cancellation shall be effective. If the Policy is so canceled, earned premium shall be computed pro rata.

2. Cancellation by us

We have the right to cancel this Policy at any time and for any reason within the first sixty (60) days. We must mail notice of cancellation at least forty-five (45) days prior to the effective date of such cancellation.

If notice is mailed, proof of mailing will be sufficient proof of notice. All notices shall be by certified mail, except that in the case of cancellation for nonpayment of premium, notice shall be by certified mail or certificate of mailing.

If this policy is cancelled, we will send the **named insured** any premium refund due. If we cancel, the refund will be pro-rata. If the named insured cancels, the refund may be less than pro-rata.

The cancellation will be effective even if we have not made or offered a refund.

After this Policy has been in effect for sixty (60) days or more, it may be canceled for one of the following reasons:

- a. Non-payment of premium;
- b. Policy obtained through Fraud or material misrepresentation;
- c. Any insured violated the terms and conditions of the policy;
- d. Substantial increase in hazard. This reason requires prior approval of the Commissioner.

We must mail notice of cancellation at least forty-five (45) days prior to the effective date of such cancellation. If we cancel for non-payment of premium, we must mail notice of cancellation at least fifteen (15) days prior to the effective date of such cancellation. All notices shall state the reason for cancellation.

3. Non-Renewal by us

We have the right to non-renew this Policy effective of any policy anniversary date. All notices of non-renewal must be mailed via certified to the **named insured** at the last mailing address known to us, at least forty-five (45) days prior to the effective date of non-renewal and shall provide a specific explanation of the reason(s) for non-renewal.

The notice shall include the reason for such non-renewal. This provision shall not apply in the event **named insured** has:

- a. requested or agreed to non-renewal; or
- b. insured elsewhere or accepted replacement coverage.



If we offer to renew this policy at less favorable terms as to the dollar amount of coverage, deductibles, higher rates or rating plans, such less favorable terms will take effect on the renewal date if we have notified the **named insured** of the less favorable terms at least 60 days prior to the expiration date of this policy.

- a. If we have the necessary information to issue the renewal of this policy. We shall confirm in writing at least forty-five (45) days prior to expiration its intention to renew the policy and the premium at which the policy is to be renewed. The named insured shall have the right to renew the policy at this premium.
- b. If we do not comply with subsection (a) of this section we shall grant the Insured coverage at the rate or premium in effect under the expiring or expired policy or at rates lawfully in effect on the expiration date. This shall be done on a pro rata basis and shall continue for Forty-five (45) days after we confirm renewal coverage and premium. This subsection shall not apply if the named insured accepts the renewal policy.

This endorsement is a part of **your** policy and takes effect on the effective date of **your** policy, unless another effective date is shown below. All other provisions of the policy remain unchanged.

<i>Must Be Completed</i>		<i>Complete Only When This Endorsement Is Not Prepared with the Policy Or Is Not to be Effective with the Policy</i>	
ENDT. NO. 1	POLICY NO.	ISSUED TO	ENDORSEMENT EFFECTIVE DATE

All other terms and conditions of the Policy remain unchanged.

This endorsement, which forms a part of and is for attachment to the Policy issued by the designated Insurers, takes effect on the effective date of said Policy at the hour stated in said Policy, unless another effective date is shown below, and expires concurrently with said Policy.

Specimen