



ALLIED PUBLIC RISK - ALTERNATIVE MARKETS

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Admitted or Non-Admitted – That is the Question!

Allied Public Risk provides coverage on an Admitted basis in all states except Florida. We are often asked why Admitted insurance is preferable to Non-Admitted insurance. Here’s what we tell our brokers:

The Non-Admitted market was born out of necessity when Admitted insurers were unwilling or unable to provide the coverages that certain insureds needed. Risks that found themselves in the Non-Admitted market were typically distressed (loss or financial problems), unique (the underwriters didn’t have the expertise), or required significant capacity. For the most part, these attributes do not apply to the majority of Public Entities. However, there are pros and cons to both types of carriers. The following table provides a brief description of your placement considerations.

Placement Considerations	Admitted	Non-Admitted
The Insurer has been approved to do business by the state Department of Insurance (DOI).	Yes	No
The Insurer must operate under the state’s insurance laws.	Yes	No
The policy language is reviewed by the DOI to confirm there are no coverage gaps, that the policy language is understandable and that the policy conditions are fair to the Insured.	Yes	No
The insurance rates are reviewed by the DOI to ensure that they are fair, adequate and not unfairly discriminatory.	Yes	No
The Insurer is required to file rate increases that are higher than their currently filed rates.	Yes	No
The Policyholder can access the state guarantee fund to pay existing and future claims in the event of insurer insolvency.	Yes	No
The Policyholder can appeal coverage or claims disputes to the DOI for resolution.	Yes	No
The Insurer must adhere to statutory cancellation and nonrenewal notice requirements.	Yes	No
The Policyholder must be affirmatively declined by three admitted carriers prior to being insured.	No	Yes
The Policyholder must pay additional taxes and fees.	No	Yes



APR is dedicated to the Public Entity market segment. That's all we write. We have a team of veteran Underwriters who understand the unique exposures inherent in Public Entity risks. We are committed to providing a definitive "Go / No Go" response on all accounts within 24 hours of receipt of a complete submission.

Our team members contact information is provided below. Feel free to call any one of us to discuss your Public Entity accounts.

Margaret Zechlin, Executive Vice President

E: mzechlin@alliedpublicrisk.com

O: 415.761.8628

M: 415.497.6400

Alie Basch, Regional Underwriting Director

E: abasch@alliedpublicrisk.com

O: 347.689.7558

M: 413.335.3092

Kelly McCarthy, Regional Underwriting Director

E: kmccarthy@alliedpublicrisk.com

O: 314.224.5768

M: 314.449.3751

Latonya James, Senior Underwriting Analyst

E: ljames@alliedpublicrisk.com

O: 312.762.5003

M: 773.750.5233

Mia Legg, Underwriting Analyst

E: mlegg@alliedpublicrisk.com

O: 312.762.5006

M: 773.750.5233

Melissa Metzger, Underwriting Analyst

E: mmetzger@alliedpublicrisk.com

O: 618.717.0553