

New Mexico Personal Lines Insurance

Series 18-38

100 Items - 2 Hours

Insurance Regulation 10% (10 items)

Licensing

Process (59A-11-2, 3, 59A-12-12; Reg 13.4.2.8, .9)

Types of Licensees (Reg 13.4.2.7, .11)

Insurance Producers (59A-12-2)

Brokers (59A-12-3)

Consultants (59A-11A-1-8)

Nonresident (59A-12-25) (59A-11-24)

Temporary (59A-11-4; 59A-12-19; Reg 13.4.2.12)

Maintenance and Duration

Expiration and Renewal (59A-11-10, 11)

Address Change (59A-12-17) (59A-11-24)

Continuing Education (59A-12-26; Reg 13.4.7.9, .12)

Disciplinary Actions

Suspension, Revocation, or Refusal to Renew (59A-11-8, 10, 14–16, 18)

Cease and Desist Orders (59A-16-27)

Penalties and Fines (59A-1-18, 59A-11- 17, 21)

State Regulation

Superintendent's General Duties and Powers (59A-2-8-10)

Company Regulation

Certificate of Authority (59A-5-10)

Unfair Claims Settlement Practices (59A-16-20)

Complaint Record (59A-16-22)

Appointment of Insurance Producer (59A- 11-12; Reg 13.4.2.17)

Termination of Insurance Producer Appointment (59A-11-13; Reg 13.4.2.29)

Insurance Producer Regulation

Shared Commissions (59A-12-24)

Fiduciary Duties (59A-12-22)

Prohibited Premiums or Charges (59A-16- 24)

Unfair Insurance Trade Practices

Misrepresentation (59A-16-4, 23)

False Advertising (59A-16-4, 5)

Twisting (59A-16-6)

Defamation (59A-16-10)

Unfair Discrimination (59A-16, 13, 17(D))

Rebating (59A-16-16–18)

Boycott, Coercion, or Intimidation (59A- 16-19)

Examination of Books and Records (59A-4-3, 4)

Insurance Fraud Act (59A-16C-1-16)

Consumer Information Privacy (59A-2-9.3; Reg 13.1.3.1-.28)

Federal Laws and Regulations 2% (2 Items)

Fair Credit Reporting Act

18 United States Code (USC) Sections 1033 and 1034 - Purpose

Flood Insurance Education (National Flood Insurance Program (NFIP))

General Insurance Concepts 14% (14 Items)

Risk

- Methods of Handling Risk (e.g., Avoidance, Retention, Sharing, Reduction, Transfer)

- Elements of Insurable Risks

- Definitions (e.g., Risk, Hazard, Peril, Loss)

Classifications of Insurers

- Mutual, Stock

- Admitted, Non-Admitted

- Foreign, Domestic, Alien

Elements of a Contract

- Consideration

- Competent Parties

- Legal Purpose

- Offer

- Acceptance

Authority and Powers of Producers - Definitions

- Express

- Implied

- Apparent

- The Law of Agency

Legal Interpretations Affecting Contracts

- Reasonable Expectations

- Indemnity

- Good Faith

- Fraud

- Warranties, Representations, Misrepresentations, and Concealment

Property and Casualty Insurance Basics 26% (26 Items)

Insurable Interest

Liability

- Absolute

- Strict

- Vicarious

Underwriting (Purpose, Process, Results)

Types of Hazards

- Moral

- Morale

- Physical

Types of Perils

- Named

- Open

Types of Loss

- Direct

- Indirect

- Loss Valuation

- Actual Cash Value

- Replacement Cost

- Market Value

- Agreed Value

- Valued Policy

- Replacement Cost

- Negligence

- Torts

- Elements of a Negligent Act

- Defense Against Negligence

- Accident versus Occurrence

- Policy Structure

- Declarations

- Definitions

- Insuring Agreement

- Additional/Supplementary Coverage

- Conditions

- Exclusions

- Endorsements

- Policy Clauses

- Insureds

- Policy Period

- Policy Territory

- Cancellation and Non-Renewal

- Deductibles

- Other Insurance

- Nonconcurrency

- Primary and Excess

- Pro Rata

- Contribution by Equal Shares

- Limits of Liability

- Per Accident

- Per Occurrence

- Per Person

- Aggregate

- Split limits

- Combined Single Limit

- Coinsurance

- Purpose

- Definition

- Calculation

Penalties

Total versus Partial Loss

Specific, Scheduled, and Blanket Insurance

Vacant versus Unoccupied

Named Insured Provisions

First Named Insured versus Other Insureds

Duties After Loss

Assignment

Waiver of Rights

Insurer Provisions

Liberalization

Subrogation

Claim Settlement Options

Duty to Defend

Third-Party Provisions

Standard Mortgage Clause

Loss Payable Clause

No Benefit to the Bailee

Dwelling Policy Concepts 9% (9 Items)

Purpose and Eligibility

Definitions

Perils Insured Against

Basic

Broad

Special

Property Coverages

Coverage A - Dwelling

Coverage B - Other Structures

Coverage C - Personal Property

Coverage D - Fair Rental Value

Coverage E - Additional Living Expenses

Other Coverages

Personal Liability Supplement

Coverage L - Personal Liability

Coverage M - Medical Payments to Others

Dwelling Property Conditions

Dwelling Property Exclusions

Dwelling Policy Endorsements

Homeowners Policy Concepts 19% (19 Items)

Definitions

Eligibility and Purpose

Homeowners Policy Coverage Forms

Broad (HO-2)

Special (HO-3)

- Contents Broad (HO-4)
- Comprehensive (HO-5)
- Unit-Owners (HO-6)
- Modified Coverages (HO-8)

Section I - Property Coverages

- Coverage A - Dwelling
- Coverage B - Other Structures
- Coverage C - Personal Property
- Coverage D - Loss of Use
- Additional Coverages

Section II - Liability Coverages

- Coverage E - Personal Liability
- Coverage F - Medical Payments to Others
- Additional Coverages

Homeowners Policy Exclusions

- Section I - Property Covered Exclusions
- Section II - Liability Covered Exclusions

Homeowners Policy Conditions

Homeowners Policy Endorsements

- Business Pursuits
- Earthquake
- Home Day Care
- Personal Injury
- Personal Property Replacement Cost
- Watercraft

Scheduled Personal Property/Personal Articles Floater

Personal Automobile Policy 13% (13 Items)

Definitions

Liability Coverage

- Bodily Injury and Property Damage
- Supplementary Payments
- Exclusions
- Liability Extension to Towed Vehicle

Medical Payments Coverage

Uninsured and Underinsured Motorists Coverage

- Definitions
- Bodily Injury
- UM and UIM Rejection

Coverage for Damage to your Automobile

- Collision
- Other than Collision (Comprehensive)
- Deductibles
- Exclusions

Duties after an Accident or Loss

General Provisions

Endorsements

Towing and Labor Costs

Extended Non-Owned Coverage - Vehicles Furnished or Available for Regular Use

Joint Ownership Coverage

Rental Vehicle Coverage

Other Types of Personal Insurance 7% (7 items)

Personal Umbrella and Excess Policies

Mobile Home Policy (Insuring Agreement)

Earthquake Insurance (Insuring Agreement)

Deductible

Flood Insurance

Watercraft