



RISK RETENTION GROUP ACKNOWLEDGEMENT

Proposed Insurance Company: J.M. Woodworth RRG
Proposed Policy Effective Date:

(the "Insured Party") hereby authorizes AmWINS Brokerage of New England ("AmWINS") to negotiate coverage on behalf of the Insured Party with J.M. Woodworth RRG (the "Insurance Company") and to complete the placement of the requested insurance coverage on behalf of the Insured Party with the Insurance Company.

The insurance policy being applied for is being issued by a risk retention group that may not be licensed by the state in which you are conducting business.

A risk retention group is a liability insurance company that is owned by its members. Under the Liability Risk Retention Act, *united stats code, title 15, § 3902*, risk retention groups must be domiciled in a state. Once licensed by its state of domicile, a risk retention group can insure members in all states. Although risk retention groups must be registered with state insurance departments prior to offering insurance in a particular state, unlike admitted insurance companies, risk retention groups do not have to be licensed in all states in which they conduct business. Because the liability risk retention act is a federal law, it preempts state regulation, therefore the risk retention group may not be subject to the financial solvency regulations and enforcement which applies to state licensed insurers.

The Liability Risk Retention Act provides that risk retention groups may issue all types of third party liability insurance, including general liability, errors and omissions, directors and officers, professional and products liability. The Liability Risk Retention Act does not extend to workers compensation, property insurance, or to personal lines of insurance, such as homeowners and personal automobile insurance coverage.

Risk retention groups do not participate in state insurance guarantee funds created under state law. Therefore, these funds will not pay your claims or protect your assets if the risk retention group becomes insolvent or is otherwise unable to make payments as promised.

The Insured Party hereby:

- (i) acknowledges that AmWINS does not and cannot guarantee the financial position or solvency of any insurance company or market utilized, including without limitation of or from the Insurance Company,
- (ii) acknowledges that there may be significant risks, including but not limited to insurer insolvency, involved with obtaining coverage from the Insurance Company, and
- (iii) agrees that it will hold AmWINS and its directors, officers, employees, agents, representatives, advisors, parent companies and subsidiaries harmless from any loss, liability, obligation, damage or expense that the Insured Party may suffer, or incur based upon, attributable to, arising from, relating to or in connection with the failure or inability of the Insurance Company to pay any claims that the Insured Party may have under any policy issued by the Insurance Company.



For additional information about risk retention groups you should ask questions of your insurance agent or broker.

Insured Signature

Company Name: _____

Name: _____

Title: _____

Signature: _____

Date: _____

Retail Agent Signature

Agency Name: _____

Name: _____

Title: _____

Signature: _____

Date: _____