



## CANCELLATION AND NON-RENEWAL ENDORSEMENT

### IOWA

In consideration of the payment of the premium, a new section is added to the Policy as follows:

#### CANCELLATION/NONRENEWAL OF CERTIFICATE OF INSURANCE

##### A. Cancellation of Certificate of Insurance

1. The **Named Insured** has the right to cancel his or her **Certificate of Insurance** at any time by giving notice to the Insurer stating when thereafter the cancellation shall be effective. The making of such notice by registered, certified or other first class mail, to the Insurer at the address shown in the **Certificate of Insurance**, shall be sufficient proof of notice and the **Certificate of Insurance** Policy shall terminate at the date and hour specified in such notice.
2. The Insurer has the right to cancel the **Named Insured's Certificate of Insurance** at any time and for any reason within the first sixty (60) days. If the Insurer cancels for loss of reinsurance, the Insurer must mail notice of cancellation at least thirty (30) days prior to the effective date of such cancellation. If the Insurer cancels for any other reason, the Insurer must mail notice of cancellation at least ten (10) days prior to the effective date of such cancellation.
3. After the **Named Insured's Certificate of Insurance** has been in effect for sixty-one (61) days or more, it may be canceled only for one of the following reasons:
  - a. Nonpayment of premium;
  - b. Fraud or material misrepresentation;
  - c. **Insured's** acts or omissions that substantially change or increase the risk;
  - d. Commissioner's determination that the continuation of the **Certificate of Insurance** would jeopardize the insurer's solvency or place insurer in violation of any state insurance laws.
  - e. **Insured** acts in a manner which he knew or should have known was a breach of a policy condition;
  - f. Loss of reinsurance if Commissioner determines such cancellation is justified.

If the Insurer cancels for loss of reinsurance, the Insurer must mail notice of cancellation at least thirty (30) days prior to the effective date of such cancellation. If the Insurer cancels for any other reason, the Insurer must mail notice of cancellation at least ten (10) days prior to the effective date of such cancellation.

4. All notices shall be mailed to the **Named Insured** at the last mailing address known to the Insurer and shall state the reason for cancellation.

##### B. Non-Renewal of **Certificate of Insurance**

1. The Insurer has the right to non-renew the **Named Insured's Certificate of Insurance** effective on any **Certificate of Insurance** anniversary date. All notices of non-renewal must be mailed to the **Named Insured** at the last mailing address known to the Insurer, 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.
2. Notice of non-renewal includes a decision by the **Insurer** not to renew the **Named Insured's Certificate of Insurance**, an increase in the premium of 25% or more, or a material reduction in the limits or coverage of the **Certificate of Insurance**.
3. If the Insurer fails to meet the forty-five (45) day requirement, the **Named Insured** has the option to continue coverage for the remainder of the notice period, plus an additional thirty (30) days, at the premium rate of the existing **Certificate of Insurance**.



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 and expires concurrently with said Policy unless another effective date is shown below.

By Authorized Representative \_\_\_\_\_  
(No signature is required if issued with the Policy or if it is effective on the Policy Effective Date)