



CANCELLATION AND NON-RENEWAL ENDORSEMENT

MINNESOTA

In consideration of the payment of the premium, notwithstanding anything to the contrary in the Policy, the Cancellation and Non-renewal provision is as follows:

Cancellation/Nonrenewal

1. Cancellation by the **Named Insured**

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. If the **Certificate of Insurance** is so canceled, earned premium shall be computed pro rata.

2. Cancellation by the Insurer

a. The Insurer has the right to cancel the **Named Insured's Certificate of Insurance** at any time and for any valid reason within the first eighty-nine (89) days. The Insurer must mail notice of cancellation at least thirty (30) days prior to the effective date of such cancellation.

b. After the **Named Insured's Certificate of Insurance** has been in effect for ninety (90) days or more, it may be canceled for one of the following reasons:

- (1) Nonpayment;
- (2) Material misrepresentation or fraud;
- (3) The **Insured** violated the terms and conditions of the policy;
- (4) The risk originally accepted has measurably increased;
- (5) Loss of reinsurance;
- (6) Determination by the Commissioner that continuation of the **Certificate of Insurance** could place Insurer in violation of Minnesota Insurance law;
- (7) Refusal to eliminate known conditions that may increase loss potential.

If the Insurer cancels for reasons (2) – (7) above, the Insurer must mail notice of cancellation at least sixty (60) days prior to the effective date of such cancellation.

c. If the Insurer cancels for non-payment of premium, the Insurer must mail notice of cancellation at least ten (10) days prior to the effective date of such cancellation. Notice will also include the amount of premium due, the due date and the effect of non-payment by the due date. However, the **Named Insured** may continue the coverage by payment in full at any time prior to the date the cancellation is effective.

d. All notices shall state the reason for cancellation.

e. Unless otherwise specifically required, proof of mailing of any notice shall be sufficient proof of notice.

3. Non-Renewal by the Insurer

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 sixty (60) days prior to the effective date of non-renewal and shall provide a specific explanation of the reason(s) for non-renewal. Unless otherwise specifically required, proof of mailing of any notice shall be sufficient proof of notice.

4. Conditional Renewal by the Insurer



If the Insurer conditions renewal of the **Named Insured's Certificate of Insurance** 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 the Insurer has notified the **Named Insured** of the less favorable terms at least 60 days prior to the effective date of such renewal.

If the Insurer has not given such advance notice, the **Named Insured** may cancel the renewal **Certificate of Insurance** within 60 days after receiving notice, and any earned premium shall be calculated on a pro-rata basis.

This provision does not apply to guide "A" rates or excess rates commonly referred to as "consent to rate".

This endorsement is attached to the **Named Insured's Certificate of Insurance** and amends the **Insured's** coverage under the Master Policy. It takes effect on the effective date of the **Named Insured's Certificate of Insurance**, unless another effective date is shown below. All other provisions of the **Insured's** coverage under the policy remain unchanged.

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)