

ACCOUNTANTS PROFESSIONAL LIABILITY

IMPORTANT PROFESSIONAL LIABILITY PROTECTION FOR YOUR SMALL TO MEDIUM-SIZED PRIVATE ACCOUNTING FIRMS

Hartford Financial Products, an underwriting unit of The Hartford* offers an Accountant's Professional Liability product designed for small to medium-sized private accounting firms (1 to 50 professionals) including CPAs, public accountants, enrolled agents, tax preparers, bookkeepers and other accounting professionals.

The product will be administered by Target Insurance Services, a countrywide program administrator-managing general underwriter with years of experience handling professional liability coverage. Firms are individually underwritten by a dedicated team of experienced accountants professional liability underwriters.

Capacity - \$5 million

Minimum premium - \$500

Minimum deductible - \$1000

Availability - Nationwide (except AK & HI) on an admitted basis

COVERAGE FEATURES

- Claims-made and reported coverage form
- Prior acts coverage available for qualified applicants
- Innocent Insured coverage
- First dollar defense coverage available (on a limited basis)
- Automatic coverage for newly acquired entities with five or less professionals and predecessor firms
- Broad definition of professional accounting services including advice given or services performed:
 - ~ as an accounting professional, including but not limited to services performed or advice given in connection with the American Institute of Certified Public Accountants or any state society of certified public accountants
 - ~ as a member of a formal accreditation, standards review, or other professional board or committee for the accounting profession
 - ~ as a personal financial planner, consultant, arbitrator, mediator, notary public, trustee, receiver or executor
 - ~ in training, consulting, sales, installation, integration, maintenance and development of hardware and packaged software products related to professional accounting services



- Worldwide coverage territory, provided claim is made and suit is brought within the U.S., its territories or possessions, Puerto Rico and Canada
- Multiple extended reporting periods including a 1, 3, 5 and unlimited period option
- Retiree extended reporting period available for qualifying sole proprietors
- Death & Disability extended reporting period for sole proprietors

DEFENSE COSTS

- Defense costs are included within the limit of liability (may vary in some states due to regulatory requirements)
- Defense costs outside the limit of liability option for an additional premium

COVERAGE ENHANCEMENTS OR RESTRICTIONS

- 50% deductible reduction for claims settled by alternative dispute resolution
- 50% deductible credit for the use of engagement letters in non-audit and non-attest engagement claims
- Defendants reimbursement coverage, \$500 a day per insured \$5,000 maximum per insured, up to \$10,000 per policy period
- Disciplinary proceedings reimbursement up to \$10,000 per policy period
- Discrimination defense coverage, up to \$50,000 per policy period

EXCLUSIONS

Include but are not limited to:

- Bodily injury, property damage, breach of contract
- Antitrust violations, restraint of trade, unfair or deceptive business practices or competition or violations of other consumer protection laws
- Activities and/or capacity as a fiduciary under the ERISA Act of 1974
- Promotion, sale or solicitation for sales of securities, real estate or other investments
- Recommendations, representations, or opinions concerning specific investment advice or the performance or non-performance of securities, real estate or other investments
- Computer or electronic information technology services involving custom software development, internet access, network design and installation, Web site design and hosting, systems facilities management, and application services

CONTACT INFORMATION

Applications are submitted through the program manager.

Target Insurance Services

A producer may access this program by contacting:

Amy Kanikula

Phone: 800-692-5752 x236

Fax: 630-961-0284

akanikula@target-capital.com

Shawna Reidy

Phone: 800-692-5752 x214

Fax: 630-961-0284

sreidy@target-capital.com

Product Information:

<http://www.target-capital.com>

Submissions should be sent to:

APL@target-capital.com