

# Used Auto and Motorhome Dealer Application

COLUMBIA INSURANCE COMPANY  
 NATIONAL INDEMNITY COMPANY  
 NATIONAL FIRE & MARINE INSURANCE COMPANY  
 NATIONAL LIABILITY & FIRE INSURANCE COMPANY  
 NATIONAL INDEMNITY COMPANY OF THE SOUTH  
 NATIONAL INDEMNITY COMPANY OF MID-AMERICA

Policy Term From: \_\_\_\_\_ To: \_\_\_\_\_

## GENERAL INFORMATION

1. Named Insured Information (please select one):

Name "dba" (if applicable)

- Corporation \_\_\_\_\_  
 Partnership \_\_\_\_\_  
 Individual \_\_\_\_\_  
 Other \_\_\_\_\_

2. Business (physical) address \_\_\_\_\_

3. Mailing address \_\_\_\_\_

4. Website address \_\_\_\_\_

5. Are you the owner of this business location?  Yes  No

If no, does owner of premises need to be named as additional insured?  Yes  No

If yes, please provide owner's complete name \_\_\_\_\_

6. Description of operation \_\_\_\_\_

7. Type of Operation:

- Franchised Dealer  
 Non-Franchised Dealer  Repair Shop  Wholesale Dealer/Auto Broker  
 Equipment & Implement Dealer  Automobile Dismantling  Other \_\_\_\_\_

8. Please check those items below that are part of your dealer operation:

- |  | % of<br>Operation |   | % of<br>Operation |
|--|-------------------|---|-------------------|
| <input type="checkbox"/> Private Passenger Autos           | _____             | <input type="checkbox"/> Motor Homes                          | _____             |
| <input type="checkbox"/> Mobile Homes                      | _____             | <input type="checkbox"/> Buses                                | _____             |
| <input type="checkbox"/> Motorcycles                       | _____             | <input type="checkbox"/> Antique Auto                         | _____             |
| <input type="checkbox"/> ATVs, Snowmobiles, Jet Skis       | _____             | <input type="checkbox"/> Autos Valued Over \$40,000           | _____             |
| <input type="checkbox"/> Trucks Over 10,000 GVW            | _____             | <input type="checkbox"/> Contractor Equipment                 | _____             |
| <input type="checkbox"/> Tractors                          | _____             | <input type="checkbox"/> Internet Sales of Autos (Incl. EBay) | _____             |
| <input type="checkbox"/> Trailers                          | _____             | <input type="checkbox"/> Internet Sales of Parts/Accessories  | _____             |
| <input type="checkbox"/> High Performance/Exotic Car Sales | _____             | <input type="checkbox"/> Farm Equipment/Implement Dealer      | _____             |
|  |                   | <input type="checkbox"/> Other                                | _____             |

9. Person to Contact:

For inspection (name & phone number) \_\_\_\_\_

For accounting records (name & phone number) \_\_\_\_\_

10. Current management has controlled the business since \_\_\_\_\_ (year) and has been in this type of business since \_\_\_\_\_ (year)

11. Is this a new venture?  Yes  No

12. (a) **PREVIOUS 3 YEARS' INSURANCE EXPERIENCE**

Policy Term	Insurance Company Name	Premium	Description of Loss (if any)	Loss Date	Amount Paid

(b) Have you ever been cancelled or non-renewed for this kind of insurance?  Yes  No If yes, explain \_\_\_\_\_

(c) Are you aware of any facts or past incidents, circumstances or situations which could give rise to a claim under the insurance sought in this application?  Yes  No If yes, provide complete details \_\_\_\_\_

13. (a) List major owners/shareholders, management:

Name Years with Company % of Ownership

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(b) What is estimated net worth of the business? \_\_\_\_\_ (c) Gross receipts last year? \_\_\_\_\_

(d) How many autos did you sell in the past year? \_\_\_\_\_

14. Has this business entity ever filed for bankruptcy?  Yes  No

Date filed \_\_\_\_\_ Date released \_\_\_\_\_

15. Do you accept autos on consignment?  Yes  No If yes, \_\_\_\_\_% of operation

If yes, is value of consigned autos included in garagekeepers limit?  Yes  No

Please enclose copy of current consignment agreement.

16. Plates Held by Applicant (indicate number held): \_\_\_\_\_ Dealer \_\_\_\_\_ Transporter

\_\_\_\_\_ Repairer \_\_\_\_\_ Other

List plate identification numbers assigned by the state \_\_\_\_\_

Are plates attached to owned autos?  Yes  No Describe \_\_\_\_\_

Are plates attached to tow trucks?  Yes  No Describe \_\_\_\_\_

**COVERAGE INFORMATION**

17. **Limits of Liability and Coverage(s) Requested (check desired coverage and insert limits)**

**I. LIABILITY**

Each Accident

Aggregate (Garage Operations Only)

Bodily Injury & Property Damage Liability \$ \_\_\_\_\_

\$ \_\_\_\_\_

(Property Damage Liability Subject to (Combined Single Limit)

(Maximum Aggregate Limit - 2 Million)

\$100 Deductible Completed Operations)

**List All Locations to be Covered for Bodily Injury and Property Damage Liability**

Location No. 1 Address	Location No. 3 Address
Location No. 2 Address	Location No. 4 Address

**II. MEDICAL PAYMENTS**

Premises Medical Payments (per person) Choose Limit:  \$500  \$750  \$1,000  \$2,000  \$5,000

**III. UNINSURED MOTORIST**

UNINSURED MOTORIST COVERAGE			
Single Limit	Split Limits		Uninsured Motorist Property Damage
	Bodily Injury		
	Per Person	Per Accident	
			<input type="checkbox"/> Yes <input type="checkbox"/> No

**IV. GARAGEKEEPERS COVERAGE**

NOTE: In-tow or on hook coverage is excluded from garagekeepers coverage

SPECIFIED PERILS and Collision **OR**  COMPREHENSIVE and Collision (available on direct primary basis only)

(pick one of the following)

Legal Liability

Direct Primary

GARAGEKEEPERS DEDUCTIBLE:  \$500 deductible per auto

\$1,000 deductible per auto

\$2,500 deductible per auto

\$5,000 deductible per auto

**18. List All Business Locations to be Covered for Garagekeepers Coverage**

Loc. No.	Garagekeepers Limit	Garagekeepers			
		Average Value Per Auto	Maximum Value Per Auto	Average # of Autos	Maximum # of Autos

**V. DEALERS PHYSICAL DAMAGE** \*Non-Reporting Form Only, 80% Co-Insurance Clause Applies

Specified Causes of Loss (select desired deductible)

\$500    \$1,000    \$2,500    \$5,000

**AND**

Collision (select desired deductible)

\$500    \$1,000    \$2,500    \$5,000

**List All Business Locations to be Covered for Dealers Physical Damage Coverage**

Loc. No.	Dealers Physical Damage Limit	Dealers Physical Damage			
		Average Value Per Auto	Maximum Value Per Auto	Average # of Autos	Maximum # of Autos

Any loss payees?  Yes  No    If yes, give name and address of loss payee \_\_\_\_\_

Is false pretense coverage desired?  Yes  No

If yes, select limit:  \$25,000    \$50,000    \$100,000

Have you experienced any past losses pertaining to false pretense coverage?  Yes  No

If yes, explain \_\_\_\_\_

**19. AUTOS USED IN CONNECTION WITH GARAGE OPERATION**

(a) Do you own and operate an automobile transporter, tow truck, tank truck or tank trailer?  Yes  No

(b) Do you desire coverage?  Yes  No

**(No coverage afforded for specific autos unless autos are scheduled on the policy and assessed premium charge)**

Vehicle #	Model Year	Vehicle Make & Model	Vehicle Identification Number	Gross Vehicle Weight (GVW)	Body Type (pickup, sedan, etc.)	Maximum Radius of Operation	Garaging Location (city, state)	Current Vehicle Value	Physical Damage Deductible	Is a plate permanently attached? Y or N
1										
2										
3										

**Check desired coverages for scheduled autos and/or plates:**

Liability (must match the garage liability limit)

UM Limit (policy level) \$ \_\_\_\_\_

Medical Payments Limit (must match the garage medical payments limit)

Physical Damage (select type for each unit on which coverage is desired)

Unit #1:  Specified Perils/Collision   **OR**    Comprehensive/Collision

Unit #2:  Specified Perils/Collision   **OR**    Comprehensive/Collision

Unit #3:  Specified Perils/Collision   **OR**    Comprehensive/Collision

Is in-tow desired? Which units? \_\_\_\_\_

In-Tow Limit: \$ \_\_\_\_\_

In-Tow Deductible: \$ \_\_\_\_\_

**RATING INFORMATION**

20. PROVIDE TOTAL NUMBER OF EMPLOYEES IN EACH OF THE FOLLOWING CATEGORIES:

**CLASS I EMPLOYEES**

Number

Number

**Definitions:**

- |  |       |  |       |
|--|-------|--|-------|
| (A) Proprietors, Partners, Executives Active in the Business | _____ | (E) Other Employees Whose Principal Duty is Driving Garage Vehicles or Who are Furnished Garage Vehicles | _____ |
| (B) Sales Persons  | _____ | (F) Other Employees or Operators Whose Duty is Driving Garage Vehicles for Delivery or Drive-Away        | _____ |
| (C) General Managers   | _____ | (G) All Other Employees  | _____ |
| (D) Service Managers   | _____ |  |       |

**COMPLETE ALL SECTIONS BELOW:**

**Owner & Employee Driver Information**

Loc. No.	Name	*Job Duty or Job Title	Full Time (FT) **Part Time (PT)	Date of Birth	State Where Licensed	Drivers License #	Number of Accidents Last 3 Years	Number of Violations Last 3 Years	Explain

\*Insert letter from above definitions

\*\*Part Time = less than 20 hours per week

Number

**CLASS II EMPLOYEES (NON-EMPLOYEES)**

- |   |       |
|---|-------|
| (1) Any inactive proprietor, inactive executive or inactive partner to whom a covered auto has been furnished.                        | _____ |
| (2) Any active or inactive proprietor's, executive's or partner's household member to whom a covered auto has been furnished.         | _____ |
| (3) List all members of your household who are <u>14 years of age</u> and older regardless of whether licensed or operating vehicles. | _____ |
| (4) Any other persons furnished an auto.  | _____ |

**List All Non-Employees as Defined Above:**

Name	Date of Birth	If Member of Household, Show Relationship	State Where Licensed	Driver License #	Number of Accidents Last 3 Years	Number of Violations Last 3 Years	Explain

## UNDERWRITING INFORMATION

21. Is the operation in Question 6 your primary operation? If not, explain \_\_\_\_\_ 21.  Yes  No
22. (a) Where do you obtain autos held for sale? \_\_\_\_\_  
 (b) How are they delivered? (i.e., by drive-away, tow truck, auto transporter, etc.) \_\_\_\_\_
23. (a) If by drive-away, estimated total number of trips annually \_\_\_\_\_  
 (b) Who operates the units that are delivered by drive-away?  
 Full Time Employees  Part Time Employees  Contractors  
 (c) Name(s) of drive-away operators \_\_\_\_\_
24. Maximum mileage per drive-away or delivery  0-150 miles  Over 150 miles  
 (NOTE: Policy will include radius restriction based on indicated mileage)
25. Do you sell or distribute butane, propane, other liquefied gas under pressure or ammonium nitrate? 25.  Yes  No
26. (a) Do you sell tires?  
 \_\_\_\_\_% of receipts  New tires \_\_\_\_\_%  Used tires \_\_\_\_\_% 26. (a)  Yes  No  
 (b) Do you recap or retread tires? (b)  Yes  No
27. Do you install and/or repair trailer hitches or 5th wheel connections? If yes, \_\_\_\_\_ % of operation 27.  Yes  No
28. Do you hold a salvage dealer license or operate a salvage yard? 28.  Yes  No
29. Do you salvage cars for re-sale? 29.  Yes  No
30. Do you dismantle automobiles for the purpose of re-sale of parts? If yes, \_\_\_\_\_% of operation 30.  Yes  No
31. Do you weld gas tanks? 31.  Yes  No
32. Do you repossess autos? 32.  Yes  No
33. Do you sell parts? Gross receipts from parts sold but not installed \_\_\_\_\_  
 Used Parts \_\_\_\_\_%  New Parts \_\_\_\_\_% 33.  Yes  No
34. Do you have automatic car washes on location? (\$500 deductible applies) 34.  Yes  No
35. (a) Do you spray paint at your business location? 35. (a)  Yes  No  
 (b) If yes, do you use a paint booth meeting Underwriters Laboratories (UL) standards? (b)  Yes  No
36. (a) Are customers permitted to test drive autos? 36. (a)  Yes  No  
 (b) If yes, are customers accompanied by a salesperson during test drives? (b)  Yes  No  
 (c) Are customers allowed test drive autos overnight? (c)  Yes  No
37. (a) Do you loan autos to customers? 37. (a)  Yes  No  
 (b) Do you lease autos (including PPTs, trucks, motorcycles, ATVs, etc.)? (b)  Yes  No
38. Do you rent autos to customers while their units are left for service repair? 38.  Yes  No
39. Do you furnish autos to anyone? 39.  Yes  No
40. Do you sponsor any racing events? 40.  Yes  No
41. Do you repair autos (including cars, motorcycles, ATVs) that are used for racing? 41.  Yes  No
42. Do you pick up or deliver customers' autos? 42.  Yes  No
43. **PREMISES**
- Where are the units held for sale stored (in building, open lot, etc.)? \_\_\_\_\_  
 If open lot, is lot floodlighted? 43.  Yes  No  
 Are attendants or night watchmen employed?  Yes  No  
 Is there an alarm system? If yes, what kind? \_\_\_\_\_  Yes  No  
 Is lot fenced?  Yes  No  
 If yes, describe (e.g., chained, posts 4 feet apart) \_\_\_\_\_
- Are keys locked when stored after hours?  Yes  No
- Where are keys kept? Explain \_\_\_\_\_
- Are customers permitted in the service area?  Yes  No
- How many service bays do you have? \_\_\_\_\_ Any service pits? If so, how many? \_\_\_\_\_
- Do you have fire and smoke alarms?  Yes  No
- Do you have fire extinguishers?  Yes  No
- Are firearms kept on premises?  Yes  No
- Do you occupy all of the premises?  Yes  No
- Do you lease part of premises to others? If yes, to whom? \_\_\_\_\_  Yes  No
- Is your operation located at your private residence?  Yes  No  
 If yes, do you have homeowners or renters insurance?  Yes  No

**MUST BE SIGNED BY THE APPLICANT PERSONALLY**

No coverage is bound until the Company advises the Applicant or its representative that a policy will be issued and then only as of the policy effective date and in accordance with all policy terms. The Applicant acknowledges that the **Applicant's Representative named below is acting as Applicant's agent and not on behalf of the Company. The Applicant's Representative has no authority to bind coverage, may not accept any funds for the Company, and may not modify or interpret the terms of the policy.**

The Applicant agrees that the foregoing statements and answers are true and correct. The Applicant requests the Company to rely on its statements and answers in issuing any policy or subsequent renewal. The Applicant agrees that if its statements and answers are materially false, the Company may rescind any policy or subsequent renewal it may issue.

If any jurisdiction in which the Applicant intends to operate or the Federal Highway Administration requires a special endorsement to be attached to the policy which increases the Company's liability, the Applicant agrees to reimburse the Company in accordance with the terms of that endorsement.

The Applicant agrees that any inspection of autos, vehicles, equipment, premises, operations, or inspection of any other matter relating to insurance that may be provided by the Company, is made for the use and benefit of the Company only, and is not to be relied upon by the Applicant or any other party in any respect.

The Applicant understands that an inquiry may be made into the character, finances, driving records, and other personal and business background information the Company deems necessary in determining whether to bind or maintain coverage. Upon written request, additional information will be provided to the Applicant regarding any investigation.

The Applicant represents that she/he has completed all relevant sections of this Application prior to execution and that the Applicant has personally signed below (or if Applicant is a Corporation, a corporate officer has signed below).

Will premium be financed?  Yes  No If yes, with whom \_\_\_\_\_

**IT IS UNLAWFUL TO KNOWINGLY PROVIDE FALSE, INCOMPLETE, OR MISLEADING FACTS OR INFORMATION TO AN INSURANCE COMPANY FOR THE PURPOSE OF DEFRAUDING OR ATTEMPTING TO DEFRAUD THE COMPANY. PENALTIES MAY INCLUDE IMPRISONMENT, FINES, DENIAL OF INSURANCE, AND CIVIL DAMAGE. ANY INSURANCE COMPANY OR AGENT OF AN INSURANCE COMPANY WHO KNOWINGLY PROVIDES FALSE, INCOMPLETE, OR MISLEADING FACTS OR INFORMATION TO A POLICY HOLDER OR CLAIMANT FOR THE PURPOSE OF DEFRAUDING OR ATTEMPTING TO DEFRAUD THE POLICY HOLDER OR CLAIMANT WITH REGARD TO A SETTLEMENT OR AWARD PAYABLE FROM INSURANCE PROCEEDS SHALL BE REPORTED TO THE COLORADO DIVISION OF INSURANCE WITHIN THE DEPARTMENT OF REGULATORY AGENCIES.**

\_\_\_\_\_  
Witness Applicant's Signature Date

**TO BE COMPLETED BY APPLICANT'S REPRESENTATIVE**

Is this direct business to your office? \_\_\_\_\_ If not, explain \_\_\_\_\_

Is this new business to your office? \_\_\_\_\_ If not, how long have you had the account? \_\_\_\_\_

How long have you known applicant? \_\_\_\_\_

**REQUEST TO COMPANY GENERAL AGENT:**

Please quote  Please bind at earliest possible date and issue policy

Please issue policy effective \_\_\_\_\_ Coverage was bound by \_\_\_\_\_  
(Time and Date Bound by General Agent) (Name of Person in Company General Agency's Office Binding Coverage)

\_\_\_\_\_  
Applicant's Representative's Name and Address Phone No.