RLI Guidelines: Frequently Asked Questions

These guidelines follow the New Business application. RLI DOES NOT exclude any property no matter where it is located, in the U.S. or outside the U.S. All property must be included and must carry the required underlying limits.

- **How are premiums determined?**
  - Premiums are determined by the primary residence zip code and based on the tiers selected in questions 1–9 (shown below).

<table>
<thead>
<tr>
<th>Question</th>
<th>Preferred</th>
<th>Standard</th>
<th>Standard II*</th>
<th>PUP Special**</th>
<th>Not Eligible</th>
</tr>
</thead>
<tbody>
<tr>
<td>1. How many motorized vehicles licensed for road use (i.e., motor homes, motorcycles, cars, etc.) are owned (titled or registered to), leased, rented, or regularly operated by you or any member of your household? (Do not count antique, classic or collectible vehicles. See question 10.)</td>
<td>0 1 2 3</td>
<td>4</td>
<td>5 6</td>
<td>7 8 9 10</td>
<td>11 or more</td>
</tr>
<tr>
<td>2. How many residential properties are owned or rented by you or any member of your household? 1-4 family units are eligible and should be counted as one property. Do not include residential properties that are covered under a Commercial General Liability Policy or other non-personal Premises Liability Policy because they are excluded from coverage.</td>
<td>0 1</td>
<td>2 3 4</td>
<td>5 6</td>
<td>7 8 9 10</td>
<td>11 or more</td>
</tr>
<tr>
<td>3. How many watercraft, between 14 and 45 ft. and with a maximum speed of 50 mph, are owned or regularly operated by you or any member of your household? Watercraft exceeding these limitations are excluded from coverage. (Do not count canoes, Jet Skis, Waverunners or other personal watercraft. See question 4.)</td>
<td>0</td>
<td>1 2</td>
<td>3</td>
<td></td>
<td>4 or more</td>
</tr>
<tr>
<td>4. How many Jet Skis, Waverunners or other personal watercraft are owned or regularly operated by you or any member of your household?</td>
<td>0</td>
<td>1 2</td>
<td>3</td>
<td></td>
<td>4 or more</td>
</tr>
<tr>
<td>5. What is the total number of drivers? (Include drivers with a learner’s permit or valid driver’s license. See the definition of driver on page 5.)</td>
<td>0 1 2 3</td>
<td>4 5 6</td>
<td>7 8</td>
<td></td>
<td>9 or more</td>
</tr>
<tr>
<td>6. How many drivers are under the age of 22? (Include drivers with a learner’s permit or valid driver’s license.)</td>
<td>0</td>
<td>1 2</td>
<td>3 4</td>
<td></td>
<td>5 or more</td>
</tr>
<tr>
<td>7. How many drivers are age 70 or over? (Include drivers with a learner’s permit or valid driver’s license.)</td>
<td>0</td>
<td>1 2 3 4</td>
<td></td>
<td></td>
<td>5 or more</td>
</tr>
<tr>
<td>8. How many moving violations have all drivers had within the last 3 years? (Include DWI/DUI incidents within the last 5 years.) (See question 27.)</td>
<td>0</td>
<td>1 2</td>
<td>3 4</td>
<td>5 6</td>
<td>7 or more</td>
</tr>
<tr>
<td>9. How many at-fault accidents have all drivers had in the last 3 years? (See question 27.)</td>
<td>0</td>
<td>1</td>
<td>2 3</td>
<td></td>
<td>4 or more</td>
</tr>
</tbody>
</table>

* If there are drivers age 70 or over AND an answer to questions 8 or 9 falls under the Standard II or the “PUP Special” column, the risk is not eligible.

**If an answer to questions 1 and/or 2 ONLY is in the “PUP Special” column, up to a $5 million limit is available. A $1 million limit is available if any other question response is in the “PUP Special” column.

- **How many vehicles are owned by you AND any member of your household?**
  - Include ALL licensed for road use vehicles. This also includes licensed for road use golf carts, motorcycles, ATV's, and motor homes. Keep in mind that ALL members of the household MUST carry the same underlying limits as the insured.
    A. 100/300-
    B. 250/500-
    C. 500/500-**
** Limit C is available ONLY if all drivers in the household are age 22 and over.
** Limit C is NOT available if there are any drivers age 70 or older and/or if any response makes the risk Standard II; and/or if any response makes the risk PUP Special.

- Golf Carts & Trailers—non-licensed vehicles will not be listed on the application, but will be covered as long as the insured maintains the required underlying limits.

** How many properties are owned by you AND any member of the household?
- Include all properties owned by all. This includes property owned, rented, leased, and rental property.
- **DO NOT** include property covered under a Commercial General Liability Policy or other non-personal premises liability policy; those are excluded.
- All properties must have the same underlying coverage as the primary residence or you will count the lower underlying coverage. *Example: If your primary home has $300,000 but your rental has $100,000, you would need to mark $100,000 or increase to $300,000.*

** How do I insure LLCs and Trusts?
- As long as the named insured on the umbrella is also a named insured on the underlying policy in the trust (or LLC), that individual and the trust or LLC are covered by the RLI policy.
- **The trust (LLC) can either be a second named insured or additional insured on the underlying policy. Do not show the LLC or trust on the umbrella and there is no additional insured option on the umbrella policy.**

** Are there any Watercraft guidelines?
- **MUST** be within 14 to 45 feet with a max speed of 50 mph.
- Please include owned or regularly operated by you or any member of your household; this also includes boat clubs.
  - **DO NOT** include jet skis, Waverunners, or canoes.

** Who do I include in the number of drivers?
- You must include all drivers in the household; this includes anyone with a driver’s permit and drivers that no longer drive UNLESS they have surrendered their driver’s license to the DMV.
- This also includes children who are away at school being supported by the insureds.

**What qualifies as a moving violation?**
- This includes tickets and DUI/DWIs.

**What qualifies as an at-fault accident?**
- Accidents where the driver was cited at-fault.

**What risks are not eligible?**
- If drivers 70 or older have 3–4 or more moving violations or two or more at-fault accidents, the risk is NOT eligible.
- If drivers under 22 have more than one moving violation or an at-fault accident, the risk is NOT eligible.
- Questions 16–22: If any of these are answered YES, the risk is NOT eligible.
- You must agree to maintain the required underlying limits. This must ALWAYS be marked YES even if you do not own a vehicle. If you mark NO, the risk is not eligible.

**Do I need to list residential properties outside the U.S.?**
- Residential properties owned or rented by you or any member of the household located outside the U.S. (including territories and possessions), Puerto Rico, or Canada.
- These properties MUST be included and must carry the required underlying limits. Keep in mind that this risk WILL cap the insured at $1 million for this RLI policy.

- Drivers who are licensed for less than one year, who currently have a learner’s permit, or who have a non-U.S. driver’s license. One or more of these drivers in a household will cap the policy limit at $1 million.

**How does UM coverage work?**
- If you mark YES to this, the UM charge will be included in your quote. This can be added or removed from the policy at any time by completing a UM form (see the last page of the renewal questionnaire under FORMS in the RLI portal).

**What are the minimum requirements for non-licensed recreation vehicles?**
- Must maintain at least $100,000 combined single limit per occurrence OR 100/300/25.

- **What are the minimum requirements for watercrafts?**
  - Watercrafts, not including personal watercrafts like jet skis, must maintain at least $300,000 combined single limits or 250/500/100 or 300/300/100.

- **Does RLI accept Citizens underlying homeowner policies?**
  - Yes, RLI does accept Citizens underlying homeowner policies at $100,000. However, there will be a $185 flat surcharge fee.