

TEXAS

Insurance Content Outlines

Content outlines for exams taken **BEFORE** November 1, 2024

Content outlines for exams taken **ON/AFTER** November 1, 2024

**LIFE-GENERAL KNOWLEDGE
CONTENT OUTLINE**

Product Knowledge, Terms and Concepts
(50 scoreable questions plus 5 pretest questions)

I. TYPES OF POLICIES 15

A. Traditional whole life products

1. Ordinary whole life
2. Limited-pay and single-premium life

B. Interest/market-sensitive/adjustable life products

1. Universal life
2. Variable whole life
3. Variable universal life
4. Interest-sensitive whole life
5. Indexed life

C. Term life

1. Types
 - a. Level
 - b. Decreasing
 - c. Return of premium
 - d. Annually renewable
2. Special features
 - a. Renewable
 - b. Convertible

D. Annuities

1. Single and flexible premium
2. Immediate and deferred
3. Fixed and variable
4. Indexed
5. Accumulation and Annuity Periods
6. Payout options

E. Combination plans and variations

1. Joint life (first to die)
2. Survivorship life (second to die)

II. POLICY RIDERS, PROVISIONS, OPTIONS, AND EXCLUSIONS..... 15

A. Policy riders

1. Waiver of premium and waiver of monthly deduction
2. Guaranteed insurability
3. Payor benefit
4. Accidental death and/or accidental death and dismemberment
5. Term riders
6. Other insureds
7. Long term care
8. Return of premium
9. Disability
10. Cost of Living

B. Policy provisions and options

1. Entire contract
2. Insuring clause
3. Free look
4. Consideration
5. Owner's rights
6. Beneficiary designations
 - a. Primary and contingent
 - b. Revocable and irrevocable
 - c. Common disaster
 - d. Minor beneficiaries
 - e. Designation by class
7. Premium Payment
 - a. Modes
 - b. Grace period
 - c. Automatic premium loan
 - d. Level or flexible
8. Reinstatement
9. Policy loans, withdrawals, partial surrenders
10. Non-forfeiture options
11. Dividends and dividend options (eg. participating, non-participating)
12. Incontestability
13. Assignments
14. Suicide
15. Misstatement of age and gender
16. Settlement options
17. Accelerated death benefits

C. Policy exclusions

1. War
2. Aviation
3. Dangerous Occupation

III. COMPLETING THE APPLICATION, UNDERWRITING, AND DELIVERING THE POLICES..... 12

A. Completing the application

1. Required signatures
2. Changes in the application
3. Consequences of incomplete applications
4. Warranties and representations
5. Collecting the initial premium and issuing the receipt
6. Replacement
7. Disclosures at point of sale (e.g., HIPAA, HIV consent)
8. USA PATRIOT Act/anti-money laundering
9. Gramm-Leach-Bliley Act (GLBA) Privacy

B. Underwriting

1. Insurable interest
2. Medical information and consumer reports
3. Fair Credit Reporting Act
4. Risk classification

- 5. Stranger/Investor-owned life insurance (STOLI/IOLI)

C. Delivering the policy

- 1. When coverage begins
- 2. Explaining the policy and its provisions, riders, exclusions, and ratings to the client

D. Contract law

- 1. Elements of a contract
 - a. Consideration
 - b. Offer and Acceptance
 - c. Competent parties
 - d. Legal purpose
- 2. Unique aspects of the insurance contract
 - a. Conditional
 - b. Unilateral
 - c. Adhesion
 - d. Aleatory

IV. RETIREMENT AND OTHER INSURANCE CONCEPTS..8

A. Third-party ownership

B. Life Settlements

C. Group life insurance

- 1. Conversion privilege
- 2. Contributory vs. noncontributory

D. Retirement plans

- 1. Qualified plans
- 2. Nonqualified plans

E. Life insurance needs analysis/suitability

- 1. Personal insurance needs
- 2. Business insurance needs
 - a. Key person
 - b. Buy sell

F. Social Security benefits

G. Tax treatment of insurance premiums, proceeds, and dividends

- 1. Individual life
- 2. Group life
- 3. Modified Endowment Contracts (MECs)

- 5. Cease and desist orders

B. Insurance definitions

Ref.: Ins. 101.051; 547.001; 801.051-.053, .057, 885.001-706; TAC § 3.9704; General insurance text

- 1. Certificate of authority
- 2. Transacting insurance
- 3. Foreign, domestic, alien
- 4. Stock, mutual
- 5. Fraternal

C. Licensing requirements

Ref.: Ins. 4001.003, .006; 4001.104-.106, 4001.151-.156, 4001.201 - .206, 4001.252, 4001.254-255, 4002.003, 4003.001, 4003.004, 4003.006-.007, 4004.051-.054, 4005.101-.102, 4005.105, 4052.001, 4054.301-.303, 1115.056, 4056; TAC § 1.502, 19.1001-.1030

- 1. Types
 - a. Agent/Agency
 - b. Temporary
- 2. Exemptions/exceptions
- 3. Appointment
- 4. Continuing education
- 5. Records maintenance
- 6. License denial, renewal, expiration
- 7. License termination, revocation, suspension
- 8. Notification to Department of certain information
 - a. Change of address
 - b. Felony convictions
 - c. Administrative action taken against a license holder

D. Marketing practices

Ref.: Ins. 541.051-.61, .101-.111; 542.001-.014, .054-.058; 544.002; 701.001-.005, .051-.052, .101-.109, .151-.154; 1104.024; 4005.053, 4005.101; TAC § 21.4, 21.115, 21.201-.205

- 1. Unfair/Prohibited trade practices
 - a. Claims methods and practices
 - b. False advertising
 - c. Misrepresentation
 - d. Defamation
 - e. Rebating
 - f. Fraud
 - g. Boycott, coercion, intimidation
 - h. Commingling
 - i. Unfair discrimination

E. Agent duties/responsibilities

Ref.: Ins.4001.157, 4005.053-.054; TAC § 3.120

- 1. Commission sharing
- 2. Fiduciary capacity

F. Texas Life and Health Guaranty Association

Ref.: Ins. 443.004, 463.205

II. TEXAS STATUTES AND RULES PERTINENT TO LIFE INSURANCE ONLY 10

A. Marketing and Solicitation

Ref.: TAC § 3.303, 21.104-.105, 21.107, 21.111, 21.114, 21.122, 21.2201-.2214

- 1. Advertising/Illustrations

LIFE AGENT

STATE SPECIFIC CONTENT OUTLINE

(30 scoreable questions plus 5 pretest questions)

All references are to the Texas Insurance Code (Ins.) or the Texas Administrative Code (TAC), Title 28, unless otherwise noted

I. TEXAS STATUTES AND RULES COMMON TO LIFE AND HEALTH INSURANCE20

A. Commissioner of Insurance

Ref.: Ins. 31.001-.002, 31.021-.022, 38.001, 82.001-.056, 86.001-.002, 401.051-.056, 404.003, 051-.053, 521.003-.004, 541.107-108, 546.151, 4001.005, 4005.102, 83.051-.054; TAC § 1.88

- 1. General powers and duties
- 2. Examination of records
- 3. Investigation/Notice of hearing
- 4. Penalties

B. Policy provisions

Ref: Ins. 1101.003-.009, .053, .055, .156; 1101.011, 1103.055; 1108.101; 1111.052; 1551.254; TAC § 3.101-.106, 3.111-.112, 3.119, 3.121, 3.123, 3.4301-.4317, 3.804 (5)(A)

C. Individual life and annuity

Ref: Ins. 1101.001, .105, .009, .051; 1116.002; TAC § 3.9711

- 1. Free look
- 2. Grace period
- 3. Policy loans
- 4. Prohibited provisions

D. Group life

Ref: Ins. 1101.053; 1131.001-.806

- 1. Group eligibility and underwriting requirements
- 2. Conversion to individual policy
- 3. Dependent coverage
- 4. Assignment

E. Credit life

Ref.: Ins. 1153.003, .004, .151, .153, .155, .157, .201-.204; TAC § 3.5001 – 3.5206

F. Replacement

Ref.: Ins. 1114.001 - .102

- 1. Purpose
- 2. Definitions
- 3. Duties of agent
- 4. Duties of replacing insurance company

G. Nonforfeiture law

Ref.: Ins. 1105.001 - .153, TAC § 3.3844

- 2. Immediate and deferred
- 3. Fixed and variable
- 4. Indexed
- 5. Accumulation and Annuity Periods
- 6. Payout options

E. Combination plans and variations

- 1. Joint life (first to die)
- 2. Survivorship life (second to die)

II. POLICY RIDERS, PROVISIONS, OPTIONS, AND EXCLUSIONS..... 15

A. Policy riders

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- 4. Accidental death and/or accidental death and dismemberment
- 5. Term riders
- 6. Other insureds
- 7. Long term care
- 8. Return of premium
- 9. Disability
- 10. Cost of Living

B. Policy provisions and options

- 1. Entire contract
- 2. Insuring clause
- 3. Free look
- 4. Consideration
- 5. Owner’s rights
- 6. Beneficiary designations
 - a. Primary and contingent
 - b. Revocable and irrevocable
 - c. Common disaster
 - d. Minor beneficiaries
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- 6. Incontestability
- 7. Assignments
- 8. Suicide
- 9. Misstatement of age and gender
- 10. Settlement options
- 11. Accelerated death benefits

D. Policy exclusions

- 1. War
- 2. Aviation
- 3. Dangerous Occupation

III. COMPLETING THE APPLICATION, UNDERWRITING, AND DELIVERING THE POLICES..... 12

LIFE AND HEALTH-GENERAL KNOWLEDGE CONTENT OUTLINE

Product Knowledge, Terms and Concepts
(100 scoreable questions plus 10 pretest questions)

I. TYPES OF POLICIES 15

A. Traditional whole life products

- 1. Ordinary whole life
- 2. Limited-pay and single-premium life

B. Interest/market-sensitive/adjustable life products

- 1. Universal life
- 2. Variable whole life
- 3. Variable universal life
- 4. Interest-sensitive whole life
- 5. Indexed life

C. Term life

- 7. Types
 - c. Level
 - d. Decreasing
 - e. Return of premium
 - f. Annually renewable
- 8. Special features
 - c. Renewable

D. Convertible Annuities

- 1. Single and flexible premium

- A. Completing the application**
 1. Required signatures
 2. Changes in the application
 3. Consequences of incomplete applications
 4. Warranties and representations
 5. Collecting the initial premium and issuing the receipt
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 7. Disclosures at point of sale (e.g., HIPAA, HIV consent)
 8. USA PATRIOT Act/anti-money laundering
 9. Gramm-Leach-Bliley Act (GLBA) Privacy

- B. Underwriting**
 1. Insurable interest
 2. Medical information and consumer reports
 3. Fair Credit Reporting Act
 4. Risk classification
 5. Stranger/Investor-owned life insurance (STOLI/IOLI)

- C. Delivering the policy**
 1. When coverage begins
 2. Explaining the policy and its provisions, riders, exclusions, and ratings to the client

- D. Contract law**
 1. Elements of a contract
 - a. Consideration
 - b. Offer and Acceptance
 - c. Competent parties
 - d. Legal purpose
 2. Unique aspects of the insurance contract
 - a. Conditional
 - b. Unilateral
 - c. Adhesion
 - d. Aleatory

IV. RETIREMENT AND OTHER INSURANCE CONCEPTS..8

- A. Third-party ownership**
- B. Life Settlements**
- C. Group life insurance**
 1. Conversion privilege
 2. Contributory vs. noncontributory
- D. Retirement plans**
 1. Qualified plans
 2. Nonqualified plans
- E. Life insurance needs analysis/suitability**
 1. Personal insurance needs
 2. Business insurance needs
 - a. Key person
 - b. Buy sell
- F. Social Security benefits**
- G. Tax treatment of insurance premiums, proceeds, and dividends**
 1. Individual life
 2. Group life
 3. Modified Endowment Contracts (MECs)

V. TYPES OF POLICIES..... 16

- A. Disability income**
 1. Individual disability income policy

2. Business overhead expense policy
3. Business disability buyout policy
4. Group disability income policy
5. Key employee policy

B. Accidental death and dismemberment

- C. Medical expense insurance**
 1. Basic hospital, medical, and surgical policies
 2. Major medical policies
 3. Health Maintenance Organizations (HMOs)
 4. Preferred Provider Organizations (PPOs)
 5. Point of Service (POS) plans
 6. Flexible Spending Accounts (FSAs)
 7. High Deductible Health Plans (HDHPs) and related Health Savings Accounts (HSAs)
 8. Health Reimbursement Accounts (HRAs)

D. Medicare supplement policies

- E. Group insurance**
 1. Differences between individual and group contracts
 2. General characteristics
 3. COBRA

F. Individual/Group Long Term Care (LTC)

1. Eligibility
2. Levels of care

G. Other policies

1. Dental
2. Vision
3. Cancer
4. Critical illness or specified disease
5. Worksite (employer-sponsored)
6. Hospital indemnity
7. Short-term medical
8. Accident

VI. POLICY PROVISIONS, CLAUSES, AND RIDERS..... 15

A. Mandatory and optional provisions

1. Entire contract
2. Time limit on certain defenses (incontestable)
3. Grace period
4. Reinstatement
5. Notice of claim
6. Claim forms
7. Proof of loss
8. Time of payment of claims
9. Payment of claims
10. Physical examination and autopsy
11. Legal actions
12. Change of beneficiary
13. Misstatement of age or gender
14. Change of occupation
15. Illegal occupation
16. Relation of earnings to insurance

B. Other provisions and clauses

1. Insuring clause
2. Free look
3. Consideration clause
4. Probationary period
5. Elimination period

- 6. Waiver of premium
- 7. Exclusions and limitations
- 8. Preexisting conditions
- 9. Coinsurance
- 10. Deductibles
- 11. Eligible expenses
- 12. Copayments
- 13. Pre-authorizations and prior approval requirements
- 14. Usual, reasonable, and customary (URC) charges
- 15. Lifetime, annual, or per cause maximum benefit limits

C. Riders

- 1. Impairment/exclusions
- 2. Guaranteed insurability
- 3. Future increase option

D. Rights of renewability

- 1. Noncancelable
- 2. Cancelable
- 3. Guaranteed renewable

VII. SOCIAL INSURANCE..... 6

A. Medicare (Parts A, B, C, D)

B. Medicaid

C. Social Security benefits

VIII. OTHER INSURANCE CONCEPTS 5

A. Total, partial, recurrent and residual disability

B. Owner's rights

C. Dependent children benefits

D. Primary and contingent beneficiaries

E. Modes of premium payments

F. Nonduplication and coordination of benefits (e.g., primary vs. excess)

G. Occupational vs. non-occupational

H. Tax treatment of premiums and proceeds of insurance contracts (e.g., disability income and medical expenses, etc.)

I. Managed care

J. Workers Compensation

K. Subrogation

IX. FIELD UNDERWRITING PROCEDURES 8

A. Completing the application

B. Explaining sources of insurability and HIPAA privacy information (e.g., MIB Report, Fair Credit Reporting Act, etc.)

C. Initial premium payment and receipt and consequences of the receipt (e.g., medical examination, etc.)

D. Submitting application (and initial premium if collected) to company for underwriting

E. Policy delivery

F. Explaining policy and its provisions, riders, exclusions, and ratings to clients

G. Replacement

H. Contract law

- 1. Elements of a contract
- 2. Insurable interest

- 3. Warranties and representations
- 4. Unique aspects of the insurance contract
 - a. Conditional
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 - d. Aleatory

**LIFE and HEALTH AGENT
STATE SPECIFIC CONTENT OUTLINE**

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 - a. Agent/Agency
 - b. Temporary
- 2. Exemptions/exceptions
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Ref.: Ins.4001.157, 4005.053-.054; TAC § 3.120

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2. Fiduciary capacity

F. Texas Life and Health Guaranty Association
Ref.: Ins. 443.004, 463.205

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Ref.: TAC § 3.303, 21.104-.105, 21.107, 21.111, 21.114, 21.122, 21.2201-.2214

1. Advertising/Illustrations

B. Policy provisions
Ref: Ins. 1101.003-.009, .053 .055, .156; 1101.011, 1103.055; 1108.101; 1111.052; 1551.254; TAC § 3.101-.106, 3.111-.112, 3.119, 3.121, 3.123, 3.4301-.4317, 3.804 (5)(A)

C. Individual life and annuity
Ref: Ins. 1101.001, .105, .009, .051; 1116.002; TAC § 3.9711

1. Free look
2. Grace period
3. Policy loans
4. Prohibited provisions

D. Group life
Ref: Ins. 1101.053; 1131.001-.806

1. Group eligibility and underwriting requirements
2. Conversion to individual policy
3. Dependent coverage
4. Assignment

E. Credit life
Ref.: Ins. 1153.003, .004,.151, .153, .155, .157, .201-.204, TAC § 3.5001 – 3.5206

F. Replacement
Ref.: Ins. 1114.001 - .102

1. Purpose
2. Definitions
3. Duties of agent
4. Duties of replacing insurance company

G. Nonforfeiture law
Ref.: Ins. 1105.001 - .153, TAC § 3.3844

III. Texas statutes and rules pertinent to accident and health insurance only 7

A. Required policy provisions

1. Coverage for newborns
Ref.: Ins. 1551.004; 1367.003; TAC § 3.3403
2. Coverage for chemical dependency
Ref.: Ins.1368.005

B. Medicare supplement
Ref.: TAC § 3.3301- 3310, 3.3312-.3313, 3.3315-.3325

1. Minimum standards
2. Cancellation

C. AIDS testing requirements
Ref: TAC § 21.704 - .705

D. Long Term Care
Ref: TAC § 3.3804, 3.3822, 3.3832

E. Small group health insurance
Ref: TAC § 26.8; Ins 1501

1. Eligibility
2. Coverage and Benefits

F. Affordable Care Act

1. Exchanges/Marketplace (Section 1321)
2. Taxes and subsidies (Section 1401, 1402)
3. Essential health benefits (Section 1302, 18022)
 - a. Mental health and substance use disorder services
 - b. Pediatric services
 - c. Preventive services
4. Employer notification responsibilities (Section 1511-1515)

IV. TEXAS STATUTES AND RULES PERTINENT TO HEALTH MAINTENANCE ORGANIZATIONS (HMOS)..... 3
Ref.: TAC Chapter 11; 11.501, 11.1611; Ins. 843, 1271

A. Definitions

B. Evidence of coverage

C. Nonrenewal/cancellation

D. Enrollment

**PROPERTY AND CASUALTY -
GENERAL KNOWLEDGE
CONTENT OUTLINE**

Product Knowledge, Terms and Concepts

(100 scoreable questions plus 10 pretest questions)

I. TYPES OF POLICIES..... 22

A. Homeowners

1. HO-2
2. HO-3
3. HO-4
4. HO-5
5. HO-6
6. HO-8

B. Dwelling policies

1. DP-1
2. DP-2
3. DP-3

C. Commercial lines

1. Commercial Package Policy (CPP)

- 2. Commercial property
 - a. Commercial building and business personal property form
 - b. Causes of loss forms
 - c. Business income
 - d. Extra expense
 - e. Equipment breakdown
- 3. Business Owners Policy (BOP)
- 4. Builders Risk
- 5. Cyber First-Party Coverage
- D. Inland marine**
 - 1. Personal Articles floaters
 - 2. Commercial Property floaters
- E. National Flood Insurance Program**
- F. Others**
 - 1. Earthquake
 - 2. Mobile Homes
 - 3. Watercraft
 - 4. Farm Owners
 - 5. Windstorm

II. INSURANCE TERMS AND RELATED CONCEPTS 15

- A. Insurance**
 - 1. Law of Large Numbers
- B. Insurable interest**
- C. Risk**
 - 1. Pure vs. Speculative Risk
- D. Hazard**
 - 1. Moral
 - 2. Morale
 - 3. Physical
- E. Peril**
- F. Loss**
 - 1. Direct
 - 2. Indirect
- G. Loss Valuation**
 - 1. Actual cash value
 - 2. Replacement cost
 - 3. Market value
 - 4. Stated/agreed value
 - 5. Salvage value
- H. Proximate cause**
- I. Deductible**
- J. Indemnity**
- K. Limits of liability**
- L. Coinsurance/Insurance to value**
- M. Occurrence**
- N. Cancellation**
- O. Nonrenewal**
- P. Vacancy and unoccupancy**
- Q. Liability**
 - 1. Absolute
 - 2. Strict
 - 3. Vicarious
- R. Negligence**
- S. Binder**
- T. Endorsements**

- U. Blanket vs. Specific**

III. POLICY PROVISIONS AND CONTRACT LAW 13

- A. Declarations**
- B. Insuring agreement**
- C. Conditions**
- D. Exclusions**
- E. Definition of the insured**
- F. Duties of the insured**
- G. Obligations of the insurance company**
- H. Mortgagee rights**
 - I. Proof of loss**
- J. Notice of claim**
- K. Appraisal**
- L. Other Insurance Provision**
- M. Subrogation**
- N. Elements of a contract**
- O. Warranties, representations, and concealment**
- P. Sources of underwriting information**
- Q. Fair Credit Reporting Act**
- R. Privacy Protection (Gramm Leach Bliley)**
- S. Policy Application**
- T. Terrorism Risk Insurance Act (TRIA)**
- U. Territory**

IV. TYPES OF POLICIES, BONDS, AND RELATED TERMS 23

- A. Commercial general liability**
 - 1. Exposures
 - a. Premises and Operations
 - b. Products and Completed Operations
 - 2. Coverage
 - a. Coverage A: Bodily Injury and Property Damage Liability (Occurrence, Claims made including Retroactive Date)
 - b. Coverage B: Personal Injury and Advertising Injury
 - c. Coverage C: Medical Payments
 - d. Supplemental Payments
 - e. Who is an insured
 - f. First named insured
 - g. Limits (Per occurrence, Annual Aggregate)
 - h. Damage to Property of Others
- B. Automobile: personal auto and business auto**
 - 1. Liability
 - a. Bodily Injury
 - b. Property Damage
 - c. Split Limits
 - d. Combined Single Limit
 - 2. Medical Payments
 - 3. Physical Damage (collision; other than collision; specified perils)
 - 4. Uninsured motorists
 - 5. Underinsured motorists
 - 6. Who is an insured
 - 7. Types of Auto
 - a. Owned
 - b. Non-owned

- c. Hired
- d. Temporary Substitute
- e. Newly Acquired Autos
- f. Transportation Expense and Rental Reimbursement Expense
- 8. Auto Dealers Coverage Form, including Garagekeepers Insurance
- 9. Exclusions
- 10. Individual Insured and Drive Other Car (DOC)
- 11. Mobile equipment

C. Workers Compensation Insurance, Employers Liability Insurance, and Related Issues

(This section does not deal with specifics of state law, which are addressed elsewhere in this outline.)

- 1. Standard policy concepts
 - a. Who is an employee/employer
 - b. Compensation
- 2. Work-related vs. non-work-related
- 3. Other states' insurance
- 4. Employers Liability
- 5. Exclusive remedy
- 6. Premium Determination

D. Crime

- 1. Employee Dishonesty
- 2. Theft
- 3. Robbery
- 4. Burglary
- 5. Forgery and Alteration
- 6. Mysterious disappearance

E. Bonds

- 1. Surety
- 2. Fidelity

F. Professional liability

- 1. Errors and Omissions
- 2. Medical Malpractice
- 3. Directors and Officers (D&O)
- 4. Employment Practices Liability (EPLI)
- 5. Cyber liability and data breach, funds transfer
- 6. Liquor liability

G. Umbrella/Excess Liability

H. Business Owners Policy (BOP)

V. INSURANCE TERMS AND RELATED CONCEPTS 15

A. Risk

B. Hazards

- 1. Moral
- 2. Morale
- 3. Physical

C. Indemnity

D. Insurable interest

E. Loss valuation

- 1. Actual cash value
- 2. Replacement cost
- 3. Market value
- 4. Stated/agreed value
- 5. Salvage value

F. Negligence

G. Liability

H. Occurrence

I. Binders

J. Warranties

K. Representations

L. Concealment

M. Deposit Premium/Audit

N. Certificate of Insurance

O. Law of Large Numbers

P. Pure vs. Speculative Risk

Q. Endorsements

R. Damages

- 1. Compensatory
 - a. General
 - b. Special
- 2. Punitive

S. Compliance with provisions of Fair Credit Reporting Act

VI. POLICY PROVISIONS 12

A. Declarations

B. Insuring agreement

C. Conditions

D. Exclusions and Limitations

E. Definition of the insured

F. Duties of the insured after a loss

G. Cancellation and nonrenewal provisions

H. Supplementary payments

I. Proof of loss

J. Notice of claim

K. Other insurance

L. Subrogation

M. Loss settlement provisions including consent to settle a loss

N. Terrorism Risk Insurance Act (TRIA)

PROPERTY AND CASUALTY AGENT STATE SPECIFIC CONTENT OUTLINE

(30 scoreable questions plus 5 pretest questions)

All references are to the Texas Insurance Code (Ins.) or the Texas Administrative Code (TAC), Title 28, unless otherwise noted

I. TEXAS STATUTES AND RULES COMMON TO PROPERTY AND CASUALTY INSURANCE 18

A. Commissioner of Insurance

Ref.: Ins. 31.001, 31.002, 31.021, 201.004, 404.051-.053, 481.001-.009, 491.051, 491.052, 521.003-.004, 541.107-108, 546.151, 4001.005, 38.001, 86.001-.002, 401.051-.062, 82.001-.056, 4005.102, 83.051-.054; TAC § 1.88

- 1. General powers and duties
- 2. Examination of records
- 3. Investigation/Notice of hearing
- 4. Penalties
- 5. Cease and desist orders

B. Insurance definitions

Ref.: Ins. 801.051-.053; General insurance text; TAC § 15.2

1. Certificate of authority
2. Transacting insurance
3. Foreign, domestic, alien
4. Stock, mutual
5. Admitted/nonadmitted
6. Texas Lloyds

C. Licensing requirements

Ref.: Ins. 981.202, 1115.056, 4001.003, 4001.051, 4001.105, 4001.151-.156, 4001.201, 4001.205, 4001.252, 4001.255, 4003.001, 4003.004, 4003.006-.007, 4004.051-055, 4005.101-.102, 4005.105, 4051.051, 4053.051, 4056, 4153.051; TAC § 1.502, 19.1001-.1030, 19.1201-.1206, 19.1301-.1320, 19.1501-.1503, 19.805

1. Types
 - a. Agent/agency
 - b. Nonresident agent
 - c. Temporary
 - d. Limited license
 - e. Managing general agent
 - f. Surplus lines
 - g. Adjuster
 - h. Risk manager
 - i. Emergency
2. Exemptions/exceptions
3. Appointment
4. Continuing education
5. Records maintenance
6. License application, denial, renewal, expiration
7. License termination, revocation, suspension
8. Notification to Department of certain information
 - a. Change of address
 - b. Felony convictions
 - c. Administrative action taken against a license holder

D. Marketing practices

Ref.: Ins. 541.051-.054, 541.056, 541.060, 542.001-.014, 701.001-.154, 4001.104, 4005.101; TAC § 21.4, 21.201-.205, 21.111, 21.115

1. Unfair/Prohibited trade practices
 - a. Claims methods and practices
 - b. False advertising
 - c. Misrepresentation
 - d. Defamation
 - e. Controlled business
 - f. Rebating
 - g. Discrimination
 - h. Fraud
 - i. Unfair competition
 - j. Boycott, coercion, intimidation
2. Rating and underwriting practices

E. Agent duties/responsibilities

Ref.: General insurance text

1. Fiduciary capacity

II. TEXAS STATUTES AND RULES PERTINENT TO PROPERTY AND CASUALTY INSURANCE..... 12

A. Property and casualty definitions

Ref.: TAC § 5.5002

B. Surplus lines

Ref.: Ins. 981.001-.004, 981.057; TAC § 15.2-15.6

C. Approval of Rates and Forms

Ref: Texas Insurance Code Sec. 5.35

D. Homeowner's Insurance

1. Declination, cancellation, nonrenewal
2. Texas FAIR Plan Association
3. Texas Windstorm Insurance Association (TWIA)
4. Loss settlement provisions

Ref: Texas Insurance Code § 542.051-.061; § 542.15 - .154

5. Liquidated demand

Ref: Texas Insurance Code §862.053

E. Automobile insurance

1. Provisions

Ref: Transportation Code: Chapter 601; Ins. 1952.101-.110, 1952.151-.161, TAC § 5.204

- a. Coverage
- b. Uninsured Motorists/Underinsured Motorists
- c. Personal Injury Protection (PIP)
- d. Medical payments

2. Financial responsibility and required minimum liability limits

Ref: Transportation Code: § 601.051, 601.053, 601.056-.057, 601.071-.072

3. Renewal, nonrenewal, and cancellation

Ref: Ins. 551.101-.113, 551.151-.152; TAC § 5.7002

4. Texas Automobile Insurance Plan Association

Ref: Ins. 2151.051-.154

5. Transportation network company

Ref: Chap. 1954

F. Workers' Compensation

Ref: Texas Labor Code Title 5: § 401.011, 406.031-032, 034, 408.021 - .087; 408.150; 408.181 - .187

1. Definitions
2. Coverage
3. Benefits

G. Texas Property and Casualty Insurance Guaranty Association

Ref: Ins. 462.001-.351; TAC § 29.1

H. Texas Medical Liability Underwriting Association (JUA)

Ref: Ins. Chapter 2203.001 - .152

PERSONAL LINES - GENERAL KNOWLEDGE CONTENT OUTLINE

Product Knowledge, Terms and Concepts
(75 scoreable questions plus 5 pretest questions)

I. TYPES OF PROPERTY POLICIES..... 10

A. Homeowners

1. HO-2

| | |
|--|--|
| 2. HO-3 | 1. Actual cash value |
| 3. HO-4 | 2. Replacement cost |
| 4. HO-5 | 3. Market value |
| 5. HO-6 | 4. Stated value |
| 6. HO-8 | 5. Salvage value |
| B. Dwelling policies | H. Proximate cause |
| 1. DP-1 | I. Deductible |
| 2. DP-2 | J. Indemnity |
| 3. DP-3 | K. Limits of liability |
| C. Inland marine | L. Coinsurance/Insurance to value |
| 1. Personal Articles floaters | M. Occurrence |
| D. National Flood Insurance Program | N. Cancellation |
| E. Others | O. Nonrenewal |
| 1. Earthquake | P. Vacancy and unoccupancy |
| 2. Mobile Homes | Q. Liability |
| 3. Watercraft | 1. Absolute |
| 4. Windstorm | 2. Strict |
| II. TYPES OF CASUALTY POLICIES 13 | 3. Vicarious |
| A. Automobile: personal auto | R. Negligence |
| 1. Liability | S. Binder |
| a. Bodily Injury | T. Endorsements |
| b. Property Damage | U. Blanket vs. Specific |
| c. Split Limits | V. Burglary, Robbery, Theft, and Mysterious Disappearance |
| d. Combined Single Limit | W. Warranties |
| 2. Medical Payments | X. Representations |
| 3. Physical Damage (collision; other than collision; specified perils) | Y. Concealment |
| 4. Uninsured motorists | Z. Deposit Premium/Audit |
| 5. Underinsured motorists | AA. Certificate of Insurance |
| 6. Who is an insured | BB. Damages |
| 7. Types of Auto | 1. Compensatory |
| a. Owned | a. General |
| b. Non-owned | b. Special |
| c. Hired | 2. Punitive |
| d. Temporary Substitute | CC. Compliance with Provisions of Fair Credit Reporting Act |
| e. Newly Acquired Autos | |
| f. Transportation Expense and Rental Reimbursement Expense | |
| 8. Exclusions | |
| B. Umbrella/Excess liability | |
| III. PROPERTY AND CASUALTY INSURANCE TERMS AND RELATED CONCEPTS..... 28 | IV. PROPERTY AND CASUALTY POLICY PROVISIONS AND CONTRACT LAW 24 |
| A. Insurance | A. Declarations |
| 1. Law of Large Numbers | B. Insuring agreement |
| B. Insurable interest | C. Conditions |
| C. Risk | D. Exclusions |
| 1. Pure vs. Speculative Risk | E. Definition of the insured |
| D. Hazard | F. Duties of the insured after a loss |
| 1. Moral | G. Obligations of the insurance company |
| 2. Morale | H. Mortgagee rights |
| 3. Physical | I. Proof of loss |
| E. Peril | J. Notice of claim |
| F. Loss | K. Appraisal |
| 1. Direct | L. Other Insurance Provision |
| 2. Indirect | M. Subrogation |
| G. Loss Valuation | N. Elements of a contract |
| | O. Sources of underwriting information |
| | P. Fair Credit Reporting Act |
| | Q. Privacy Protection (Gramm Leach Bliley) |
| | R. Policy Application |

- S. Terrorism Risk Insurance Act (TRIA)
- T. Cancellation and nonrenewal provisions
- U. Supplementary payments
- V. Loss settlement provisions including consent to settle a loss
- W. Territory

- 8. Notification to Department of certain information
 - a. Change of address
 - b. Felony convictions
 - c. Administrative action taken against a license holder

D. Marketing practices

Ref.: Ins. 541.051-.054, 541.056, 541.060, 542.001-.014, 701.001-.154, 4001.104, 4005.101; TAC § 21.4, 21.201-.205, 21.111, 21.115

- 1. Unfair/Prohibited trade practices
 - a. Claims methods and practices
 - b. False advertising
 - c. Misrepresentation
 - d. Defamation
 - e. Controlled business
 - f. Rebating
 - g. Discrimination
 - h. Fraud
 - i. Unfair comparison
 - j. Boycott, coercion, intimidation
- 2. Rating and underwriting practices

E. Agent duties/responsibilities

Ref.: General insurance text

- 1. Fiduciary capacity

**PERSONAL LINES AGENT
STATE SPECIFIC CONTENT OUTLINE**

(25 scoreable questions plus 5 pretest questions)

All references are to the Texas Insurance Code (Ins.) or the Texas Administrative Code (TAC), Title 28, unless otherwise noted

I. TEXAS STATUTES AND RULES COMMON TO ALL LINES OF INSURANCE 15

A. Commissioner of Insurance

Ref.: Ins. 31.001, 31.002, 31.021, 201.004, 404.051-.053, 481.001-.009, 491.051, 491.052, 521.003-.004, 541.107-108, 546.151, 4001.005, 38.001, 86.001-.002, 401.051-.062, 82.001-.056, 4005.102, 83.051-.054; TAC § 1.88

- 1. General powers and duties
- 2. Examination of records
- 3. Investigation/Notice of hearing
- 4. Penalties
- 5. Cease and desist orders

B. Insurance definitions

Ref.: Ins. 801.051-.053; General insurance text; TAC § 15.2

- 1. Certificate of authority
- 2. Transacting insurance
- 3. Foreign, domestic, alien
- 4. Stock, mutual
- 5. Admitted/nonadmitted

C. Licensing requirements

Ref.: Ins. 981.202, 1115.056, 4001.003, 4001.105, 4001.051, 4001.151-.156, 4001.201, 4001.205, 4001.252, 4001.255, 4003.001, 4003.004, 4003.006-.007, 4004.051-055, 4005.101-.102, 4005.105, 4051.051, 4053.051, 4056, 4153.051; TAC § 1.502, 19.1001-.1030, 19.1201-.1206, 19.1301-.1320, 19.1501-.1503, 19.805

- 1. Types
 - a. Agent/agency
 - b. Nonresident agent
 - c. Temporary
 - d. Limited license
 - e. Managing general agent
 - f. Surplus lines
 - g. Adjuster
 - h. Risk manager
 - i. Emergency
- 2. Exemptions/exceptions
- 3. Appointment
- 4. Continuing education
- 5. Records maintenance
- 6. License application, denial, renewal, expiration
- 7. License termination, revocation, suspension

II. TEXAS STATUTES AND RULES PERTINENT TO PERSONAL LINES INSURANCE 10

A. Property and casualty definitions

Ref.: TAC § 5.5002

B. Approval of Rates and Forms

Ref: Texas Insurance Code Sec. 5.35

C. Homeowner's Insurance

- 1. Declination, cancellation, nonrenewal
- Ref: General insurance text*
- 2. Texas FAIR Plan Association
- 3. Texas Windstorm Insurance Association (TWIA)
- 4. Loss settlement provisions
- Ref: Texas Insurance Code § 542.051 through § 542.061; § 542.151 through § 542.154*
- 5. Liquidated demand

Ref: Texas Insurance Code § 862.053

D. Automobile insurance

- 1. Provisions
 - Ref: Transportation Code: Chapter 601; Ins. 1952.101-.110, Ins. 1952.151-.161; TAC § 5.204*
 - a. Coverage
 - b. Uninsured Motorists/Underinsured Motorists
 - c. Personal Injury Protection (PIP)
- 2. Financial responsibility and required minimum liability limits
 - Ref: Transportation Code: § 601.051, 601.053, 601.056-.057, 601.071-.072*
- 3. Renewal, nonrenewal, and cancellation
 - Ref: Ins. 551.101-.113, 551.151-.152; TAC § 5.7002*
- 4. Texas Automobile Insurance Plan Association
 - Ref: Ins. 2151.051-.154*
- 5. Transportation network company

Ref: Chap. 1954

E. Texas Property and Casualty Insurance Guaranty Association

Ref: Ins. 462.001–.351; TAC § 29.1

**SURPLUS LINES
CONTENT OUTLINE**

(60 scoreable questions)

This examination will test topics listed on the following content outline and is composed of sixty (60) four-option, multiple choice questions.

All references are to General insurance texts and forms, unless otherwise noted

I. GENERAL INSURANCE PRINCIPLES

A. Insurance Terms and Related Concepts

1. Insurance
2. Indemnity
3. Risk (pure vs speculative)
4. Hazard
5. Peril
6. Loss (direct vs indirect)
7. Proximate cause
8. Liability
9. Actual Cash Value
10. Replacement Cost
11. Subrogation
12. Salvage
13. Negligence
14. Lloyd's
15. Reinsurance

B. Handling risks

1. Avoidance
2. Retention
3. Sharing
4. Reduction
5. Transfer

C. Insurers

1. Types of insurers
 - a. Stock companies
 - b. Mutual companies
 - c. Lloyd's associates
 - d. Risk retention groups
 - e. Self-insured funds
2. Private vs. government insurers
3. Authorized vs. unauthorized insurers
4. Domestic, foreign, alien insurers
5. Financial status (independent rating services)

D. Producers and general rules of agency

1. Insurer as principal
2. Producer/insurer relationship
3. Authority and powers of producers
 - a. Express
 - b. Implied
 - c. Apparent
 - d. Responsibilities to the insured/applicant

III. CONTRACTS

A. Elements of a legal contract

1. Offer and acceptance
2. Consideration
3. Competent parties
4. Legal purpose

B. Characteristics of an insurance contract

1. Contract of adhesion
2. Aleatory contract
3. Unilateral contract
4. Conditional contract

C. Legal interpretations affecting contract

1. Ambiguities in a contract
2. Indemnity
3. Representations/misrepresentations
4. Warranties
5. Concealment
6. Fraud
7. Waiver and estoppel

IV. TEXAS STATUTES AND RULES PERTINENT TO SURPLUS LINES INSURANCE

All references are to the Texas Insurance Code (Ins.) or the Texas Administrative Code (TAC), Title 28, unless otherwise noted

A. Commissioner of Insurance

Ref.: Ins. 31.001-.002, 31.021, 981.009

1. General powers and duties
2. Examination of records
3. Investigation/hearing
4. Penalties/sanctions

B. Definitions

1. Surplus lines insurance
Ref.: Ins. 981.002
2. Managing General Agent
Ref.: Ins. 4053.001, 4053.051; TAC § 19.1202
3. Insurance transaction
Ref.: General insurance text
4. Authorized/unauthorized, admitted/non-admitted
Ref.: Ins. 101.301; TAC § 15.8
5. Purchasing groups
Ref.: Ins. 2201.001-.259
6. Risk retention
Ref.: Ins. 2201.001-.209

C. Licensing requirements

Ref.: Ins. 4001.252, 981.202-.204; TAC § 15.101

1. Surplus lines agent
2. License renewal
3. License suspension, revocation, termination
4. Notification to Department of certain information
 - a. Change of address
 - b. Felony convictions
 - c. Administrative action taken against a license-holder

D. Marketing practices

Ref.: Ins. 541.051-.054, 541.057, 541.061, 542.001-.014, -.051-.061; 4001.104, 4005.053, 4005.101; TAC § 21.4, 21.201-.205, 21.111, 21.115

1. Prohibited trade practices/Unfair Methods of Competition
 - a. Claims methods and practices
 - b. False advertising
 - c. Misrepresentation
 - d. Defamation
 - e. Controlled business
 - f. Rebating
 - g. Unfair discrimination
 - h. Fraud
 - i. Unfair comparison
 - j. Boycott, coercion, intimidation
- E. Surplus lines insurance**
 1. Purpose/definitions
Ref.: Ins. 981.001-002; TAC § 15.2
 2. Premium payments and unearned premiums
Ref.: Ins. 981.007
 3. Evidence of insurance
Ref.: Ins. 981.103; TAC § 15.15.105
 4. Premium taxes
Ref.: Ins. 225.004, 225.006; Pub. Fin. TAC § 3.822
 5. Reports and notices
Ref.: Ins. 981.216-217
 6. Eligible unauthorized insurers
Ref.: Ins. 981.002
 7. Commissions
Ref.: 981.212; 225.001
 8. Stamping Office
Ref.: Ins. 981.105, 981.151-.160; TAC § 15.106, 15.201
 9. Recordkeeping
Ref.: Ins. 981.215-.216; TAC § 15.4, 15.9, 15.108, 15.108-.110, 15.113
 10. Minimum capital and surplus
Ref.: Ins. 981.057
 11. Contract requirements
Ref.: Ins. 981.102; TAC § 15.5
 12. Service of process
Ref.: Ins. 804.106
 13. Advertising
Ref.: Ins. Ch. 981.219

**RISK MANAGER
CONTENT OUTLINE**
(100 scoreable questions)

This examination will test topics listed on the following content outline and is composed of one hundred (100) four-option, multiple choice questions.

All references are General insurance text and forms, unless otherwise noted

- I. INSURANCE TERMS AND RELATED CONCEPTS**
 - A. Risk (pure vs. speculative)**
 - B. Hazard**
 - C. Peril**

- D. Loss/Causes of loss**
- E. Exposure**
- F. Indemnity**
- G. Liability**
- H. Deductible**
- I. Contractual ambiguities**
- J. Negligence**
- K. Torts**
- L. Personal property**
- M. Actual cash value**
- N. Occurrences**
- O. Warranty**
- P. Insurable interest**
- Q. Insurance**

II. POLICY PROVISIONS AND CONTRACT LAW

- A. Declarations**
- B. Insuring Agreement**
- C. Conditions**
- D. Exclusions**
- E. Duties of the insured after a loss**
 1. Proof of loss
- F. Loss settlement**
- G. Appraisal**
- H. Arbitration**

III. RISK MANAGEMENT

- A. Types of loss exposure**
 1. Property/Commercial property
 2. Accounts
 3. Net income
 4. Liability
 5. Personnel
 6. Business interruption
 7. Use
 8. Pure
- B. Methods of identifying loss exposures**
 1. Loss frequency
 2. Loss severity
 3. Tools
- C. Risk control**
 1. Exposure avoidance
 2. Loss prevention
 3. Separation
 4. Contractual transfer
 5. Reduction
 6. Acceptance
- D. Risk financing**
 1. Retention
 2. Transfer
 3. Plans (cash flow, formal retention, captive)
- E. Risk management processes**

IV. COVERAGES, POLICIES, ENDORSEMENTS, AND FORMS

- A. Commercial Package Policy (CPP)**
 1. Limits of liability
 2. Conditions

- 3. Exclusions
- 4. Claims Made policy form
- 5. Business Interruption and Extra Expense
- B. Commercial General Liability (CGL)**
- C. Businessowners policy (BOP)**
- D. Aircraft insurance**
- E. Hull coverage**
- F. Yacht policy**
- G. Umbrella policy/Excess coverage**
- H. Medical Malpractice**
- I. Employers liability-Part Two**
- J. National Flood Insurance Program**
- K. Equipment Breakdown Protection Coverage Form**
- L. Product liability**
- M. Completed operation liability**
- N. Marine insurance**
- O. Extended coverage**
- P. Premises liability**
- Q. Crime**
- R. Fiduciary coverage**
- S. Directors and Officers liability/ Professional**
- T. Cyber liability**
- U. Commercial Automobile (Business Auto Policy - BAP)**
- V. Inland Marine**

V. BONDS

- A. Bid**
- B. Surety**

VI. TEXAS STATUTES AND RULES PERTINENT TO RISK MANAGEMENT

All references are to the Texas Insurance Code (Ins.) or the Texas Administrative Code (TAC), Title 28, unless otherwise noted

A. Commissioner of Insurance

Ref.: Ins. 31.001-.002, 38.001, 201.004, 401.051-.054, 404.051-.053, 481.001-.009, 491.051-.052, 521.003-.004, 4001.005; 2561-2

- 1. General powers and duties
- 2. Examination of records
- 3. Investigations/ Notice of hearing

B. Licensing requirements

Ref.: Ins. 4001.252, 4153.001, 4153.051-.060, 4153.152-.153; TAC § 19.1305-.1306

- 1. Risk Manager
- 2. Exemption/exception
- 3. License denial, renewal, expiration
- 4. License termination, revocation, suspension
- 5. Notification to Department of certain information
 - a. Change of address
 - b. Felony convictions
 - c. Administrative action taken against a license holder

C. Marketing practices

Ref.: Ins. 542.001-.014; TAC § 21.201-.205

- 1. Claims methods and practices

D. Workers' Compensation

Ref.: Texas Labor Code Title 5: 401.011-.013, 406.002, 406.034, 407.001, 407.121; TAC § 180.1

- 1. Coverage
- 2. Employment covered
- 3. Employer election
- 4. Employee election
- 5. Self-insured employers

E. Texas Automobile Insurance Plan Association

Ref.: Ins. 2151.051-.154

F. Surplus Lines

Ref. Ins. 981.001-.004, 981.057; TAC § 15.2-.6

G. Texas Property and Casualty Guaranty Insurance Association

Ref.: Ins. 462.001-.351; TAC § 29.1

H. Texas Medical Liability Insurance Underwriting Association (JUA)

Ref: TAC § 5.2001-.2002, Ins. Chapter 2203.001 – .152

I. Transportation network company

Ref: Chap. 1954

MANAGING GENERAL AGENT CONTENT OUTLINE

(150 scoreable questions)

This examination will test topics listed on the following content outline and is composed of one hundred fifty (150) four-option, multiple choice questions.

All references are General insurance texts and forms, unless otherwise noted

I. INSURANCE TERMS AND RELATED CONCEPTS

- A. Insurance**
- B. Insurable interest**
- C. Risk (pure vs. speculative)**
- D. Hazard**
- E. Peril**
- F. Direct loss**
- G. Indirect loss**
- H. Deductible**
- I. Actual cash value**
- J. Replacement cost**
- K. Salvage**
- L. Abandonment**
- M. Accident**
- N. Occurrence**
- O. Warranty, representations, concealment**
- P. Insured contract**
- Q. Coinsurance**
- R. Extensions of coverage**
- S. Nonrenewal/Cancellation**
- T. Vacancy**
- U. Negligence**
- V. Pro Rata liability**
- W. Binders**
- X. Proximate cause**

- Y. Limits of liability
- Z. Indemnity

II. POLICY PROVISIONS AND CONTRACT LAW

- A. Declarations
- B. Conditions
- C. Exclusions
- D. Insuring agreement
- E. Duties of the insured after a loss
- F. Obligations of the insurer
- G. Arbitration
- H. Other Insurance
- I. Mortgagee rights
- J. Proof of loss
- K. Notice of claim
- L. Appraisal
- M. Assignment
- N. Elements of a contract
- O. Ambiguities in the contract
- P. Sources of insurability information
- Q. Fair Credit Reporting Act
- R. Additional payments
- S. Subrogation
- T. Claims made policy form
- U. Loss settlement
- V. Limitations
- W. Liberalization clause
- X. Liquidated Demand

Ref: Texas Insurance Code §862.053

III. TEXAS STATUTES AND RULES COMMON TO PROPERTY AND CASUALTY INSURANCE

All references are to the Texas Insurance Code (Ins.) or the Texas Administrative Code (TAC), Title 28, unless otherwise noted

A. Commissioner of Insurance

Ref.: Ins. 31.001, 31.002, 31.021, 201.004, 404.051-.053, 481.001-.009, 491.051, 491.052, 521.003-.004, 4001.005, 38.001, 86.001-.002, 401.051-.062, 82.001-.056, 4005.102

- 1. General powers and duties
- 2. Examination of records
- 3. Investigation/Notice of hearing
- 4. Penalties

B. Insurance definitions

Ref.: Ins. 801.051-.053; General insurance text; TAC §15.2

- 1. Certificate of authority
- 2. Transacting insurance
- 3. Foreign, domestic, alien
- 4. Stock, mutual
- 5. Admitted/nonadmitted/unauthorized

C. Licensing requirements

Ref: Ins. 981.202, 4001.051, 4001.105-.106, 4003.001-.007, 4001.254, 4004.051-.055, 4005.101-.105, 4051.151, 4001.252; 4053.051-.052, 4056.001-.004, 4101.051-.053; TAC § 1.502, 19.1001-.1027, 19.602, 19.1201-.1206, 19.1301-.1320

- 1. Types

- a. Managing general agent
- b. Agent/nonresident agent
- c. Temporary/ Emergency
- d. Limited license
- e. Surplus lines
- f. Adjuster
- g. Risk manager
- h. Agency
- 2. Exemptions/exceptions
- 3. Contract
- 4. Continuing education
- 5. License denial, renewal, expiration
- 6. License termination, revocation, suspension
- 7. Appointments
- 8. Notification to Department of certain information
 - a. Change of address
 - b. Felony convictions
 - c. Administrative action taken against a license holder

D. Marketing practices

Ref.: Ins. 541.051-.054, 541.056, 541.060, 542.001-.014, 701.001-.154, 4001.104, 4005.053(c), 4005.101; TAC § 21.4, 21.201-.205, 21.111, 21.115

- 1. Unfair/Prohibited trade practices
 - a. Claims methods and practices
 - b. Misrepresentation
 - c. Defamation
 - d. Rebating
 - e. False advertising
 - f. Controlled business
 - g. Unfair discrimination
 - h. Fraud
 - i. Unfair comparison
 - j. Boycott, coercion, intimidation
- 2. Rating and underwriting practices

E. Duties/responsibilities

Ref.: TAC § 19.1201-1204; 4053.101 – .104

- 1. Fiduciary capacity
- 2. Processes
- 3. Reinsurance
- 4. Reports/records
- 5. Commission sharing

F. Premium financing/premium taxes

Ref.: Ins. 221.002

G. Rates and ratemaking

Ref: Texas Insurance Code Sec. 5.35

H. County Mutual Companies

Ref.: Ins. 911.303, 912.002; TAC § 5.9361

I. Lloyd's plan

Ref.: General insurance text

J. Surplus Lines

Ref. Ins. 981.202

K. Automobile insurance

- 1. Under/Uninsured Motorists

Ref: Transportation Code: Chapter 601; Ins. 1952.101-.110, Ins. 1952.151-.161, TAC § 5.204

2. Financial responsibility and required minimum liability limits
Ref: Transportation Code: § 601.051, 601.053, 601.056-.057, 601.071-.072
 3. Renewal, nonrenewal, and cancellation
Ref: Ins. 551.101-.113, 551.151-.152; TAC § 5.7002
 4. Texas Automobile Insurance Plan Association
Ref: Ins. 2151.051-.154
 5. Personal Injury Protection (PIP)
 6. Medical payments
 7. Liability
 8. Collision/Other than collision
 9. Transportation network company
Ref: Chap. 1954
- L. Workers' Compensation**
Ref.: Texas Labor Code-Title 5: Secs. 401.012; 406.002, 406.034; 407.061-.065, 408.021 -.087; 408.150; 408.181 -.187; 409.003
1. Coverage
 2. Employment covered
 3. Employer election
 4. Employee election
 5. Self-insured employers
- M. Homeowners**
1. HO-2
 2. HO-3
 3. HO-4
 4. HO-5
 5. HO-6
 6. HO-8
- N. Commercial lines**
1. Commercial Package Policy (CPP)
 2. Commercial property
 - a. Commercial building and business personal property form
 - b. Causes of loss forms
 - c. Business income
 - d. Extra expense
 - e. Equipment breakdown
 3. Businessowners Policy (BOP)
 4. Directors and Officers liability/Professional
- O. Texas Medical Liability Insurance Underwriting Association (JUA)**
Ref.: TAC § 5.2001-.2002; Ins. Chapter 2203.001 – .152
- P. Texas Windstorm Insurance Association**
Ref: TAC § 5.4016, 5.4700, 5.4800, 5.4903
- Q. Texas Property and Casualty Guaranty Insurance Association**
Ref: Ins. 462.001-.351; TAC § 29.1
- R. Texas FAIR Plan Association**
- S. Property and Casualty definitions**
Ref.: TAC Chapter 5
- T. National Flood Insurance Program (NFIP)**
- U. Umbrella**

WORKERS' COMPENSATION ADJUSTER CONTENT OUTLINE

(60 scoreable questions)

This examination will test topics listed on the following content outline and is composed of sixty (60) four-option, multiple choice questions.

All references are to General insurance texts and forms, unless otherwise noted

I. INSURANCE TERMS AND RELATED CONCEPTS.....16%

- A. Risk
- B. Hazard
- C. Loss
- D. Deductible
- E. Indemnity
- F. Subrogation
- G. Binder
- H. Liability
- I. Insurance

II. POLICY PROVISIONS.....8%

- A. Declarations
- B. Insuring Agreement
- C. Conditions
- D. Exclusions
- E. Appraisal

III. TEXAS STATUTES AND RULES PERTINENT TO WORKERS' COMPENSATION ADJUSTING...76%

All references are to the Texas Insurance Code (Ins.) or the Texas Administrative Code (TAC), Title 28, unless otherwise noted

A. Commissioner of Insurance

Ref.: Ins. 31.001, 31.002, 31.021, 201.004, 404.051-.053, 481.001-.009, 491.051, 491.052, 521.003-.004, 4001.005, 38.001, 86.001-.002, 401.051-.062, 82.001-.056, 4005.102

1. General powers and duties
2. Examination of records
3. Investigation/Notice of hearing
4. Penalties

B. Licensing requirements

Ref.: Ins. 4001.252, 4101-.001, .002, .051-.054, 4101.057, 4101.059, 4101.061, 4101.101, 4101.202-203; TAC § 19.601-.602, 19.1001-.1018

1. Adjuster
2. Exemptions/exceptions
3. Continuing education
4. License denial, renewal, expiration
5. License termination, revocation, suspension
6. Notification to Department of certain information
 - a. Change of address
 - b. Felony convictions
 - c. Administrative action taken against a license holder

C. Marketing practices

Ref.: Ins. 542.001-.014, 542.051-061, 542.151-.154; TAC § 21.4, 21.201-.205

1. Unfair/Prohibited trade practices
 - a. Claims methods and practices
 - b. Misrepresentation
 - c. Defamation
- D. Workers' Compensation**
 1. Definitions

Ref.: Texas Labor Code Secs. 401.011-.013

 - a. Workers' Compensation insurance
 - b. Employer
 - c. Employee
 - d. Disability definitions
 - e. Maximum Medical Improvement
 2. Who is covered

Ref.: Texas Labor Code Sec. 406.091
 3. Obtaining coverage (Employer)

Ref.: Texas Labor Code Secs. 401.022, 406.003, 406.033
 4. Employer election

Ref.: Texas Labor Code Sec. 406.002
 5. Average weekly wage

Ref.: Texas Labor Code Secs. 408.041-.047
 6. Waiting period

Ref.: Texas Labor Code Secs. 408.082
 7. Compensable injuries

Ref.: Texas Labor Code Secs. 401.011, 406.032, 408.181
 8. Benefits

Ref.: Texas Labor Code Secs. 401.011, 408.021-.030, 408.041, 408.081-.086, 408.101-.105, 408.150, 408.181-.187; 409.021-.024

 - a. medical
 - b. income
 - c. temporary income
 - d. rehabilitation
 - e. death and burial
 9. Other insurance coverage

Ref.: Texas Labor Code Sec. 406.052
 10. Claims procedures/Reports

Ref.: Texas Labor Code Secs. 401.110, 409.001-.013, 409.021-.024, 410.021
 11. Informal Hearing/Awards

Ref.: Texas Labor Code Secs. 410.006, 410.119, 410.121
 12. Subsequent Injury Fund

Ref.: Texas Labor Code Sec. 403.007
 13. Workers' compensation and employers liability

Ref.: Texas Approved Workers' Compensation Policy

 - a. Employers Liability insurance
 - b. Other States insurance
 14. Federal Workers' Compensation (US Code)

Ref.: Texas Workers' Compensation Manual

 - a. Federal Employers Liability Act (FELA)

Ref.: 45 USC 51-60
 - b. U.S. Longshore and Harbor Workers Compensation Act

Ref.: 33 USC 901-950

ALL LINES ADJUSTER CONTENT OUTLINE

(150 scoreable questions)

This examination will test topics listed on the following content outline and is composed of one hundred fifty (150) four-option, multiple choice questions.

All references are to General insurance texts and forms, unless otherwise noted

- I. GENERAL PROPERTY AND CASUALTY INSURANCE PRODUCT KNOWLEDGE PERTINENT TO ADJUSTERS.....40%**
 - A. Standard Fire Policy**
 1. Basic coverages, provisions, and clauses
 2. Limitations and restrictions
 3. Proof of loss
 4. Loss requirements and inventories
 5. Appraisal
 6. Replacement costs
 - B. Auto liability**
 1. Personal
 2. Coverage
 - C. Personal lines Homeowner coverage**
 1. Dwelling and contents
 2. Homeowners forms/coverages
 - a. Policy provisions
 - b. Replacement costs
 - c. Appraisal
 - d. Special limits of liability
 - e. Proof of loss
 3. General property forms
 - a. ISO, HO-2, HO-3, HO-4, HO-5, HO-6
 - D. Commercial lines coverage**
 1. Commercial property forms
 - a. Commercial property and buildings
 - b. Causes of loss
 2. Commercial Package Policy (CPP)
 3. Boiler and Machinery
 - a. Type of equipment
 4. Businessowners policy
 5. Cargo
 6. Commercial crime
 - E. Inland Marine**
 1. Definitions
 2. Policies
 - a. Personal floaters
 - b. Commercial floaters
 - i. Installation floaters
 - c. Commercial inland marine
 - F. Ocean Marine**
 1. Protection and Indemnity
 2. Collision ("running down") clause
 - G. Additional coverages, exclusions, and extensions**
 1. Business Interruption
 2. Time Element
 3. Law and Ordinance exclusion

4. Law and Ordinance coverage
5. Valuable Papers and records
6. Garagekeepers liability
7. Aviation
8. Umbrella
9. Yacht/Boatowners

H. Bonds and Professional Liability

1. Errors and Omissions

II. INSURANCE TERMS AND RELATED CONCEPTS.....40%

- A. Peril**
- B. Waiver/non-waiver agreement**
- C. Insurance, insurance contracts, and insurable interest**
- D. Estoppel**
- E. Proof of loss**
- F. Depreciation**
- G. Deductible**
- H. Liability/ limits of liability**
- I. Valued policy**
- J. Appraisal**
- K. Actual cash value, fair market value**
- L. Robbery**
- M. Burglary and theft**
- N. Agreed value**
- O. Replacement cost**
- P. Indemnity**
- Q. Damages**
- R. Subrogation**
- S. Other insurance**
- T. Arbitration**
- U. Constructive total loss**
- V. Loss**
- W. Warranties**
- X. Salvage**
- Y. Risk**
- Z. Hazard**
- AA. Liberalization**
- BB. Binder**
- CC. Reservation of rights**
- DD. Policy Provisions**
 1. Declarations
 2. Insuring Agreement
 3. Conditions
 4. Exclusions
 5. Appraisal

III. TEXAS STATUTES AND RULES PERTINENT TO PROPERTY AND CASUALTY ADJUSTING.....20%

All references are to the Texas Insurance Code (Ins.) or the Texas Administrative Code (TAC), Title 28, unless otherwise noted

A. Licensing requirements

Ref.: Ins. 4001.252, 4101-.001, .002, .051-.054, 4101.057, 4101.059, 4101.061, 4101.101, 4101.202-203; TAC § 19.601-.602, 19.1001-.1018

1. Adjuster
 - a. Designated Home State Adjuster

2. Exemptions/exceptions
3. Continuing education
4. License denial, renewal, expiration
5. License termination, revocation, suspension
6. Notification to Department of certain information
 - a. Change of address
 - b. Felony convictions
 - c. Administrative action taken against a license holder

7. Commissioner of Insurance
Ref.: Ins. 31.001, 31.002, 31.021, 201.004, 404.051-.053, 481.001-.009, 491.051, 491.052, 521.003-.004, 4001.005, 38.001, 86.001-.002, 401.051-.062, 82.001-.056, 4005.102

- a. General powers and duties
- b. Examination of records
- c. Investigation/hearing
- d. Penalties

B. Marketing practices

Ref.: Ins. 541.053, 542.001-.014, 542.051-061, 542.151-.154; TAC § 21.4, 21.201-.205

1. Unfair/Prohibited trade practices
 - a. Claims methods and practices
 - b. Misrepresentation
 - c. Defamation

C. Adjuster practices, responsibilities, and duties

Ref.: Ins. 4101.251; General insurance text

1. Functions of an Adjuster
2. Prohibited Conduct

D. Workers' Compensation

1. Definitions
Ref.: Texas Labor Code Secs. 401.011-.013

- a. Workers' Compensation insurance
- b. Employer
- c. Employee
- d. Disability definitions
- e. Maximum Medical Improvement

2. Who is covered

Ref.: Texas Labor Code Sec. 406.091

3. Obtaining coverage (Employer)

Ref.: Texas Labor Code Secs. 401.022, 406.003, 406.033

4. Employer election

Ref.: Texas Labor Code Sec. 406.003

5. Average weekly wage

Ref.: Texas Labor Code Secs. 408.041-.047

6. Waiting period

Ref.: Texas Labor Code Secs. 408.082

7. Compensable injuries

Ref: Texas Labor Code Secs. 401.011, 406.032, 408.181

8. Benefits

Ref.: Texas Labor Code Secs. 401.011, 408.021-.030, 408.041, 408.081-.086, 408.101-.105, 408.150, 408.181-.187; 409.021-.024

- a. medical
- b. income

- c. temporary income
 - d. rehabilitation
 - e. death and burial
 - 9. Subsequent Injury Fund
- Ref.: Texas Labor Code Sec. 403.007*

**PROPERTY AND CASUALTY ADJUSTER
CONTENT OUTLINE**

(150 scoreable questions)

This examination will test topics listed on the following content outline and is composed of one hundred fifty (150) four-option, multiple choice questions.

All references are to General insurance texts and forms, unless otherwise noted

I. GENERAL PROPERTY INSURANCE PRODUCT KNOWLEDGE PERTINENT TO ADJUSTERS..40%

- A. Standard Fire Policy**
 - 1. Basic coverages, provisions, and clauses
 - 2. Limitations and restrictions
 - 3. Proof of loss
 - 4. Loss requirements and inventories
 - 5. Appraisal
 - 6. Replacement costs
- B. Auto liability**
 - 1. Personal
 - 2. Coverage
- C. Personal lines coverage**
 - 1. Dwelling and contents
 - 2. Homeowners forms/coverages
 - a. Policy provisions
 - b. Replacement costs
 - c. Appraisal
 - d. Special limits of liability
 - e. Proof of loss
 - 3. General property forms
 - a. ISO, HO-2, HO-3, HO-4, HO-5, HO-6
- D. Commercial lines coverage**
 - 1. Commercial property forms
 - a. Commercial property and buildings
 - b. Causes of loss
 - 2. Commercial Package Policy (CPP)
 - 3. Boiler and Machinery
 - a. Type of equipment
 - 4. Businessowners policy
 - 5. Cargo
 - 6. Commercial crime
- E. Inland Marine**
 - 1. Definitions
 - 2. Policies
 - a. Personal floaters
 - b. Commercial floaters
 - i. Installation floaters
 - c. Commercial inland marine
- F. Ocean Marine**
 - 1. Protection and Indemnity

- 2. Collision (“running down”) clause
- G. Additional coverages, exclusions, and extensions**
 - 1. Business Interruption
 - 2. Time Element
 - 3. Law and Ordinance exclusion
 - 4. Law and Ordinance coverage
 - 5. Valuable Papers and records
 - 6. Garagekeepers liability
 - 7. Aviation
 - 8. Umbrella
 - 9. Yacht/Boatowners
- H. Bonds and Professional Liability**
 - 1. Errors and Omissions

II. INSURANCE TERMS AND RELATED CONCEPTS.....40%

- A. Peril**
- B. Waiver/non-waiver agreement**
- C. Insurance, insurance contracts, and insurable interest**
- D. Estoppel**
- E. Proof of loss**
- F. Depreciation**
- G. Deductible**
- H. Valued policy**
- I. Liability/ Limits of liability**
- J. Appraisal**
- K. Actual cash value, fair market value**
- L. Robbery**
- M. Burglary and theft**
- N. Agreed value**
- O. Replacement cost**
- P. Indemnity**
- Q. Damages**
- R. Subrogation**
- S. Other insurance**
- T. Arbitration**
- U. Constructive total loss**
- V. Loss**
- W. Warranties**
- X. Salvage**
- Y. Risk**
- Z. Hazard**
- AA. Liberalization**
- BB. Binder**
- CC. Reservation of rights**
- DD. Policy Provisions**
 - 1. Declarations
 - 2. Insuring Agreement
 - 3. Conditions
 - 4. Exclusions
 - 5. Appraisal

III. TEXAS STATUTES AND RULES PERTINENT TO PROPERTY AND CASUALTY ADJUSTING....20%

All references are to the Texas Insurance Code (Ins.) or the Texas Administrative Code (TAC), Title 28, unless otherwise noted

A. Licensing requirements

Ref.: Ins. 4001.252, 4101-.001, .002, .051-.054, 4101.057, 4101.059, 4101.061, 4101.101, 4101.202-203; TAC § 19.601-.602, 19.1001-.1018

1. Adjuster
 - a. Designated Home State Adjuster
2. Exemptions/exceptions
3. Continuing education
4. License denial, renewal, expiration
5. License termination, revocation, suspension
6. Notification to Department of certain information
 - a. Change of address
 - b. Felony convictions
 - c. Administrative action taken against a license holder
7. Commissioner of Insurance

Ref.: Ins. 31.001, 31.002, 31.021, 201.004, 404.051-.053, 481.001-.009, 491.051, 491.052, 521.003-.004, 4001.005, 38.001, 86.001-.002, 401.051-.062, 82.001-.056, 4005.102

- a. General powers and duties
- b. Examination of records
- c. Investigation/hearing
- d. Penalties

B. Marketing practices

Ref.: Ins. 541.053, 542.001-.014, 542.051-061, 542.151-.154; TAC § 21.4, 21.201-.205

1. Unfair/Prohibited trade practices
 - a. Claims methods and practices
 - b. Misrepresentation
 - c. Defamation

C. Adjuster practices, responsibilities, and duties

Ref.: Ins. 4102.163; TAC Ins § 19.602; General insurance text

1. Functions of an Adjuster
2. Prohibited Conduct

J. Accident

K. Fair Credit Reporting Act

L. Implied/express authority

M. Insurable interest

II. POLICY PROVISIONS

A. Declarations/Schedule of Benefits

B. Insuring Agreement

C. Conditions

D. Exclusions

E. Definition of the insured

F. Duties of the insured after a loss

G. Proof of loss

H. Appraisal

III. TEXAS STATUTES AND RULES PERTINENT TO LIMITED LINES

All references are to the Texas Insurance Code (Ins.) or the Texas Administrative Code (TAC), Title 28, unless otherwise noted

A. Commissioner of Insurance

Ref.: Ins. 31.001, 31.002, 31.021, 201.004, 404.051-.053, 481.001-.009, 491.051, 491.052, 521.003-.004, 4001.005, 38.001, 86.001-.002, 401.051-.062, 82.001-.056, 4005.102

1. General powers and duties
2. Examination of records
3. Investigation/Notice of hearing
4. Penalties

B. Insurance definitions

Ref.: Ins. 801.051-.053; General insurance text; TAC §15.2

1. Certificate of authority
2. Transacting insurance
3. Foreign, domestic, alien
4. Stock, mutual

C. Licensing requirements

Ref.: Ins. 981.201-.222, 4001.003, 4001.006, 4001.051, 4001.102-.106, 4001.151-.156, 4001.252, 4001.254, 4003.001, 4003.004, 4003.006-.007, 4004.051-.054, 4005.101-.102, 4005.105, 4051.051-.055, 4051.101-.102, 4051.401-.404, 4051.151-.152, 4051.201-.206, 4052-001.101, 4054-301-.304, 4053.001-.152, 4054.001-.304, 4054-.101-.103, 4056.001-.004; TAC § 19.1001-.1030

1. Types
 - a. Agent/Agency
 - b. Nonresident agent
 - c. Temporary
 - d. Limited license (lines of authority)
2. Exemptions/exceptions
3. Appointment/contract
4. Continuing education
5. License denial, renewal, expiration
6. License termination, revocation, suspension
7. Notification to Department of certain information
 - a. Change of address
 - b. Felony convictions

LIMITED LINES AGENT CONTENT OUTLINE

(50 scoreable questions)

This examination will test topics listed on the following content outline and is composed of fifty (50) four-option, multiple choice questions.

All references are to General insurance texts and forms, unless otherwise noted

I. INSURANCE TERMS AND RELATED CONCEPTS

- A. Risk (pure vs. speculative)
- B. Hazard
- C. Peril
- D. Loss (direct and indirect)
- E. Deductible
- F. Indemnity
- G. Limits of liability
- H. Extensions of coverage
- I. Subrogation

- c. Administrative action taken against a license holder

D. Marketing practices

Ref.: Ins. 541.051-.061, 542.001-.014, .054-.058; 701.001-.154, 4001.104, 4005.053(c), 4005.101; TAC § 21.4, 21.201-.205, 21.115

- 1. Unfair/Prohibited trade practices
 - a. Claims methods and practices
 - b. False advertising
 - c. Misrepresentation
 - d. Defamation
 - e. Controlled business
 - f. Rebating
 - g. Discrimination
 - h. Fraud
 - i. Boycott, coercion, intimidation

2. Ethics

Ref.: General insurance text

E. Agent duties/responsibilities

Ref.: Ins. 4001.157, 4005.053-.054

- 1. Fiduciary capacity
- 2. Commission sharing

**PUBLIC INSURANCE ADJUSTER
CONTENT OUTLINE**

(100 scoreable questions)

This examination will test topics listed on the following content outline and is composed of one hundred (100) four-option, multiple choice questions.

All references are to General insurance texts and forms, unless otherwise noted

I. GENERAL PROPERTY INSURANCE PRODUCT KNOWLEDGE PERTINENT TO PUBLIC INSURANCE ADJUSTERS

A. Standard fire policy

Ref.: Standard Fire policy

- 1. Basic coverages, provisions, and clauses
- 2. Limitations and restrictions
- 3. Proof of loss
- 4. Loss requirements and inventories
- 5. Appraisal
- 6. Replacement costs

B. Personal lines coverage

- 1. Dwelling and contents
- 2. Homeowners forms/coverages
 - a. Policy provisions
 - b. Replacement costs
 - c. Appraisal
 - d. Special limits of liability
 - e. Proof of loss
- 3. General property forms
 - a. ISO, HO-2, HO-3, HO-4, HO-5, HO-6

C. Commercial lines coverage

- 1. Commercial property forms
 - a. Commercial property and buildings
 - b. Causes of loss

- 2. Commercial Package Policy (CPP)
- 3. Boiler and Machinery
 - a. Type of equipment
- 4. Businessowners policy
- 5. Cargo

D. Inland Marine

- 1. Definitions
- 2. Policies
 - a. Personal floaters
 - b. Commercial floaters
 - i. Installation floaters
 - c. Commercial inland marine

E. Ocean Marine

F. Additional coverages, exclusions, and extensions

- 1. Business Interruption
- 2. Time Element
- 3. Law and Ordinance exclusion
- 4. Law and Ordinance coverage
- 5. Valuable Papers and records
- 6. Garagekeepers liability
- 7. Aviation
- 8. Umbrella
- 9. Yacht
- 10. Coinsurance

G. Bonds and Professional Liability

- 1. Errors and Omissions

II. INSURANCE TERMS AND RELATED CONCEPTS

A. Peril

B. Waiver/non-waiver agreement

C. Insurance, insurance contracts, and insurable interest

D. Estoppel

E. Proof of loss

F. Depreciation

G. Deductible

H. Liability/Limits of liability

I. Valued policy

J. Appraisal

K. Actual cash value, fair market value

L. Robbery

M. Burglary and theft

N. Agreed value

O. Replacement cost

P. Indemnity

Q. Damages

R. Subrogation

S. Other insurance

T. Arbitration

U. Constructive total loss

V. Loss

W. Salvage

X. Risk

Y. Hazard

Z. Liberalization

AA. Reservation of rights

III. POLICY PROVISIONS

- A. Declarations
- B. Insuring Agreement
- C. Conditions
- D. Exclusions
- E. Appraisal

IV. TEXAS STATUTES AND RULES PERTINENT TO PUBLIC INSURANCE ADJUSTING

All references are to the Texas Insurance Code (Ins.) or the Texas Administrative Code (TAC), Title 28, unless otherwise noted

A. Commissioner of Insurance

Ref.: Ins. 4101.052-.055, 4101.057, 4101.203-.204, 4102.001, 4102.110; TAC § 19.601

- 1. General powers and duties
- 2. Examination of records
- 3. Investigation/hearing
- 4. Penalties

B. Licensing requirements

Ref.: Ins. 4001.252, 4102-.001, .002, 4102.051, 4102.064, 4102.101-.103, 4102.109, 4102.152, 4102.201, 4103.156; TAC § 19.1001-.016; TAC § 19.701-713

- 1. Public Insurance Adjuster
- 2. Exemptions/exceptions
- 3. Continuing education
- 4. License denial, renewal, expiration
- 5. License termination, revocation, suspension, cease and desist
- 6. Notification to Department of certain information
 - a. Change of address
 - b. Felony convictions
 - c. Administrative action taken against a license holder

C. Marketing practices

Ref.: Ins. 541.051, 541.062, 542.001-.014; TAC § 21.201-.205, 21.4

- 1. Unfair/Prohibited trade practices
 - a. Claims methods and practices
 - b. Misrepresentation

D. Public Insurance Adjuster practices, responsibilities, and duties

Ref. Ins. 4102.005, .151, .163; TAC § 19.708, 19.713; General insurance text

- 1. Unauthorized practice of law
- 2. Disclosures
- 3. Consumer rights
- 4. Ethics

**LIFE-GENERAL KNOWLEDGE
CONTENT OUTLINE**

Product Knowledge, Terms and Concepts
(50 scoreable questions plus 5 pretest questions)

I. TYPES OF POLICIES 15

A. Traditional whole life products

- 1. Ordinary whole life
- 2. Limited-pay and single-premium life

B. Interest/market-sensitive/adjustable life products

- 1. Universal life
- 2. Variable whole life
- 3. Variable universal life
- 4. Interest-sensitive whole life
- 5. Indexed life

C. Term life

- 1. Types
 - a. Level
 - b. Decreasing
 - c. Return of premium
 - d. Annually renewable
- 2. Special features
 - a. Renewable
 - b. Convertible

D. Annuities

- 1. Single and flexible premium
- 2. Immediate and deferred
- 3. Fixed and variable
- 4. Indexed
- 5. Accumulation and Annuity Periods
- 6. Payout options

E. Combination plans and variations

- 1. Joint life (first to die)
- 2. Survivorship life (second to die)

II. POLICY RIDERS, PROVISIONS, OPTIONS, AND EXCLUSIONS..... 15

A. Policy riders

- 1. Waiver of premium and waiver of monthly deduction
- 2. Guaranteed insurability
- 3. Payor benefit
- 4. Accidental death and/or accidental death and dismemberment
- 5. Term riders
- 6. Other insureds
- 7. Long term care
- 8. Return of premium
- 9. Disability
- 10. Cost of Living

B. Policy provisions and options

- 1. Entire contract
- 2. Insuring clause
- 3. Free look
- 4. Consideration
- 5. Owner's rights
- 6. Beneficiary designations
 - a. Primary and contingent
 - b. Revocable and irrevocable
 - c. Common disaster
 - d. Minor beneficiaries
 - e. Designation by class
- 7. Premium Payment
 - a. Modes
 - b. Grace period
 - c. Automatic premium loan
 - d. Level or flexible
- 8. Reinstatement
- 9. Policy loans, withdrawals, partial surrenders
- 10. Non-forfeiture options
- 11. Dividends and dividend options (eg. participating, non-participating)
- 12. Incontestability
- 13. Assignments
- 14. Suicide
- 15. Misstatement of age and gender
- 16. Settlement options
- 17. Accelerated death benefits

C. Policy exclusions

- 1. War
- 2. Aviation
- 3. Dangerous Occupation

III. COMPLETING THE APPLICATION, UNDERWRITING, AND DELIVERING THE POLICES.....12

A. Completing the application

- 1. Required signatures
- 2. Changes in the application
- 3. Consequences of incomplete applications
- 4. Warranties and representations
- 5. Collecting the initial premium and issuing the receipt
- 6. Replacement
- 7. Disclosures at point of sale (e.g., HIPAA, HIV consent)
- 8. USA PATRIOT Act/anti-money laundering
- 9. Gramm-Leach-Bliley Act (GLBA) Privacy

B. Underwriting

- 1. Insurable interest
- 2. Medical information and consumer reports
- 3. Fair Credit Reporting Act
- 4. Risk classification

- 5. Stranger/Investor-owned life insurance (STOLI/IOLI)

C. Delivering the policy

- 1. When coverage begins
- 2. Explaining the policy and its provisions, riders, exclusions, and ratings to the client

D. Contract law

- 1. Elements of a contract
 - a. Consideration
 - b. Offer and Acceptance
 - c. Competent parties
 - d. Legal purpose
- 2. Unique aspects of the insurance contract
 - a. Conditional
 - b. Unilateral
 - c. Adhesion
 - d. Aleatory

IV. RETIREMENT AND OTHER INSURANCE CONCEPTS ..8

A. Third-party ownership

B. Life Settlements

C. Group life insurance

- 1. Conversion privilege
- 2. Contributory vs. noncontributory

D. Retirement plans

- 1. Qualified plans
- 2. Nonqualified plans

E. Life insurance needs analysis/suitability

- 1. Personal insurance needs
- 2. Business insurance needs
 - a. Key person
 - b. Buy sell

F. Social Security benefits

G. Tax treatment of insurance premiums, proceeds, and dividends

- 1. Individual life
- 2. Group life
- 3. Modified Endowment Contracts (MECs)

**LIFE AGENT
STATE SPECIFIC CONTENT OUTLINE**

(30 scoreable questions plus 5 pretest questions)

All references are to the Texas Insurance Code (Ins.) or the Texas Administrative Code (TAC), Title 28, unless otherwise noted

I. TEXAS STATUTES AND RULES COMMON TO LIFE AND HEALTH INSURANCE20

A. Commissioner of Insurance

Ref.: Ins. 31.001-.002, 31.021-.022, 38.001, 82.001-.056, 86.001-.002, 401.051-.056, 404.003, 051-.053, 521.003-.004, 541.107-108, 546.151, 2001.051, 4001.005, 4005.102, 83.051-.054; TAC § 1.88

- 1. General powers and duties
- 2. Examination of records
- 3. Investigation/Notice of hearing
- 4. Penalties

- 5. Cease and desist orders

B. Insurance definitions

Ref.: Ins. 101.051; 547.001; 801.051-.053, .057, 885.001-706; TAC § 3.9704; General insurance text

- 1. Certificate of authority
- 2. Transacting insurance
- 3. Foreign, domestic, alien
- 4. Stock, mutual
- 5. Fraternal

C. Licensing requirements

Ref.: Ins. 4001.003, .006; 4001.104-.106, 4001.151-.156, 4001.201 - .206, 4001.252, 4001.254-255, 4002.003, 4003.001, 4003.004, 4003.006-.007, 4004.051-.054, 4005.101-.102, 4005.105, 4052.001, 4054.301-.303, 1115.056, 4056; TAC § 1.502, 19.1001-.1030

- 1. Types
 - a. Agent/Agency
 - b. Temporary
- 2. Exemptions/exceptions
- 3. Appointment
- 4. Continuing education
- 5. Records maintenance
- 6. License denial, renewal, expiration
- 7. License termination, revocation, suspension
- 8. Notification to Department of certain information
 - a. Change of address
 - b. Felony convictions
 - c. Administrative action taken against a license holder

D. Marketing practices

Ref.: Ins. 541.051-.61, .101-.111; 542.001-.014, .054-.058; 544.002; 701.001-.005, .051-.052, .101-.109, .151-.154; 1104.024; 4005.053, 4005.101; TAC § 21.4, 21.115, 21.201-.205

- 1. Unfair/Prohibited trade practices
 - a. Claims methods and practices
 - b. False advertising
 - c. Misrepresentation
 - d. Defamation
 - e. Rebating
 - f. Fraud
 - g. Boycott, coercion, intimidation
 - h. Commingling
 - i. Unfair discrimination

E. Agent duties/responsibilities

Ref.: Ins.4001.157, 4005.053-.054; TAC § 3.120

- 1. Commission sharing
- 2. Fiduciary capacity

F. Texas Life and Health Guaranty Association

Ref.: Ins. 443.004, 463.205

II. TEXAS STATUTES AND RULES PERTINENT TO LIFE INSURANCE ONLY 10

A. Marketing and Solicitation

Ref.: TAC § 3.303, 21.104-.105, 21.107, 21.111, 21.114, 21.122, 21.2201-.2214

- 1. Advertising/Illustrations

- 2. Policy Summary/Buyer's Guide
- B. Policy provisions**
Ref: Ins. 1101.003-.009, .053, .055, .156; 1101.011, 1103.055; 1108.101; 1111.052; 1551.254; TAC § 3.101-.106, 3.111-.112, 3.119, 3.121, 3.123, 3.4301-.4317, 3.804 (5)(A)
- C. Individual life and annuity**
Ref: Ins. 1101.001, .105, .009, .051; 1116.002; TAC § 3.9711
 - 1. Free look
 - 2. Grace period
 - 3. Policy loans
 - 4. Prohibited provisions
- D. Group life**
Ref: Ins. 1101.053; 1131.001-.806
 - 1. Group eligibility and underwriting requirements
 - 2. Conversion to individual policy
 - 3. Dependent coverage
 - 4. Assignment
- E. Credit life**
Ref.: Ins. 1153.003, .004,.151, .153, .155, .157, .201-.204; TAC § 3.5001 – 3.5206
- F. Replacement**
Ref.: Ins. 1114.001 - .102
 - 1. Purpose
 - 2. Definitions
 - 3. Duties of agent
 - 4. Duties of replacing insurance company
- G. Nonforfeiture law**
Ref.: Ins. 1105.001 - .153, TAC § 3.3844

- 1. Single and flexible premium
- 2. Immediate and deferred
- 3. Fixed and variable
- 4. Indexed
- 5. Accumulation and Annuity Periods
- 6. Payout options
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 - 5. Term riders
 - 6. Other insureds
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 - 8. Return of premium
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 - 5. Owner's rights
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 - e. Designation by class
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 - d. Level or flexible
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 - 10. Non-forfeiture options
 - 11. Dividends and dividend options (e.g. participating, non-participating)
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 - 14. Suicide
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 - 17. Accelerated death benefits
- D. Policy exclusions**
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 - 2. Aviation
 - 3. Dangerous Occupation

LIFE AND HEALTH-GENERAL KNOWLEDGE CONTENT OUTLINE

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(100 scoreable questions plus 10 pretest questions)

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 - 2. Limited-pay and single-premium life
 - B. Interest/market-sensitive/adjustable life products**
 - 1. Universal life
 - 2. Variable whole life
 - 3. Variable universal life
 - 4. Interest-sensitive whole life
 - 5. Indexed life
 - C. Term life**
 - 7. Types
 - c. Level
 - d. Decreasing
 - e. Return of premium
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9. Gramm-Leach-Bliley Act (GLBA) Privacy

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3. Fair Credit Reporting Act
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 - c. Competent parties
 - d. Legal purpose
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 - b. Unilateral
 - c. Adhesion
 - d. Aleatory

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4. Preferred Provider Organizations (PPOs)
5. Point of Service (POS) plans
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7. High Deductible Health Plans (HDHPs) and related Health Savings Accounts (HSAs)
8. Health Reimbursement Accounts (HRAs)

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13. Misstatement of age or gender
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10. Deductibles
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C. Dependent children benefits

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D. Submitting application (and initial premium if collected) to company for underwriting

E. Policy delivery

F. Explaining policy and its provisions, riders, exclusions, and ratings to clients

G. Replacement

H. Contract law

1. Elements of a contract
2. Insurable interest
3. Warranties and representations
4. Unique aspects of the insurance contract
 - a. Conditional
 - b. Unilateral
 - c. Adhesion
 - d. Aleatory

**LIFE and HEALTH AGENT
STATE SPECIFIC CONTENT OUTLINE**

(30 scoreable questions plus 5 pretest questions)

All references are to the Texas Insurance Code (Ins.) or the Texas Administrative Code (TAC), Title 28, unless otherwise noted

I. TEXAS STATUTES AND RULES COMMON TO LIFE AND HEALTH INSURANCE14

A. Commissioner of Insurance

Ref.: Ins. 31.001-.002, 31.021-.022, 38.001, 82.001-.056, 86.001-.002, 401.051-.056, 404.003, 051-.053, 521.003-.004, 541.107-108, 546.151, 2001.051, 4001.005, 4005.102, 83.051-.054; TAC § 1.88

1. General powers and duties
2. Examination of records
3. Investigation/Notice of hearing
4. Penalties
5. Cease and desist orders

B. Insurance definitions

Ref.: Ins. 101.051; 547.001; 801.051-.053, .057, 885.001-706; TAC § 3.9704; General insurance text

1. Certificate of authority
2. Transacting insurance
3. Foreign, domestic, alien
4. Stock, mutual
5. Fraternal

C. Licensing requirements

Ref.: Ins. 4001.003, .006; 4001.104-.106, 4001.151-.156, 4001.201 - .206, 4001.252, 4001.254-255, 4002.003, 4003.001, 4003.004, 4003.006-.007, 4004.051-.054, 4005.101-.102, 4005.105, 4052.001, 4054.301-.303, 1115.056, 4056; TAC § 1.502, 19.1001-.1030

1. Types
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Ref.: Ins. 541.051-.61, .101-.111; 542.001-.014, .054-.058; 544.002; 701.001-.005, .051-.052, .101-.109, .151-.154; 1104.024; 4005.053, 4005.101; TAC § 21.4, 21.115, 21.201-.205

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 - e. Rebating
 - f. Fraud
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 - h. Commingling
 - i. Unfair discrimination

E. Agent duties/responsibilities

Ref.: Ins.4001.157, 4005.053-.054; TAC § 3.120

- 1. Commission sharing
- 2. Fiduciary capacity

F. Texas Life and Health Guaranty Association

Ref.: Ins. 443.004, 463.205

II. TEXAS STATUTES AND RULES PERTINENT TO LIFE INSURANCE ONLY6

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- 2. Policy Summary/Buyer's Guide

B. Policy provisions

Ref: Ins. 1101.003-.009, .053 .055, .156; 1101.011, 1103.055; 1108.101; 1111.052; 1551.254; TAC § 3.101-.106, 3.111-.112, 3.119, 3.121, 3.123, 3.4301-.4317, 3.804 (5)(A)

C. Individual life and annuity

Ref: Ins. 1101.001, .105, .009, .051; 1116.002; TAC § 3.9711

- 1. Free look
- 2. Grace period
- 3. Policy loans
- 4. Prohibited provisions

D. Group life

Ref: Ins. 1101.053; 1131.001-.806

- 1. Group eligibility and underwriting requirements
- 2. Conversion to individual policy
- 3. Dependent coverage
- 4. Assignment

E. Credit life

Ref.: Ins. 1153.003, .004, .151, .153, .155, .157, .201-.204, TAC § 3.5001 – 3.5206

F. Replacement

Ref.: Ins. 1114.001 - .102

- 1. Purpose
- 2. Definitions
- 3. Duties of agent
- 4. Duties of replacing insurance company

G. Nonforfeiture law

Ref.: Ins. 1105.001 - .153, TAC § 3.3844

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B. Medicare supplement

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- 1. Minimum standards
- 2. Cancellation

C. AIDS testing requirements

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D. Long Term Care

Ref: TAC § 3.3804, 3.3822, 3.3832

E. Small group health insurance

Ref: TAC § 26.8; Ins 1501

- 1. Eligibility
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 - a. Mental health and substance use disorder services
 - b. Pediatric services
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PROPERTY AND CASUALTY - GENERAL KNOWLEDGE CONTENT OUTLINE

Product Knowledge, Terms and Concepts

(100 scoreable questions plus 10 pretest questions)

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- 10. Individual Insured and Drive Other Car (DOC)
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 - b. Compensation
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 - 3. Other states' insurance
 - 4. Employers Liability
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- D. Crime**
 - 1. Employee Dishonesty
 - 2. Theft
 - 3. Robbery
 - 4. Burglary
 - 5. Forgery and Alteration
 - 6. Mysterious disappearance
- E. Bonds**
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- F. Professional liability**
 - 1. Errors and Omissions
 - 2. Medical Malpractice
 - 3. Directors and Officers (D&O)
 - 4. Employment Practices Liability (EPLI)
 - 5. Cyber liability and data breach, funds transfer
 - 6. Liquor liability
- G. Umbrella/Excess Liability**
- H. Business Owners Policy (BOP)**

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 - 2. Replacement cost
 - 3. Market value
 - 4. Stated/agreed value
 - 5. Salvage value

- F. Negligence**
- G. Liability**
- H. Occurrence**
- I. Binders**
- J. Warranties**
- K. Representations**
- L. Concealment**
- M. Deposit Premium/Audit**
- N. Certificate of Insurance**
- O. Law of Large Numbers**
- P. Pure vs. Speculative Risk**
- Q. Endorsements**
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- B. Insuring agreement**
- C. Conditions**
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- H. Supplementary payments**
- I. Proof of loss**
- J. Notice of claim**
- K. Other insurance**
- L. Subrogation**
- M. Loss settlement provisions including consent to settle a loss**
- N. Terrorism Risk Insurance Act (TRIA)**

**PROPERTY AND CASUALTY AGENT
STATE SPECIFIC CONTENT OUTLINE**

(30 scoreable questions plus 5 pretest questions)

All references are to the Texas Insurance Code (Ins.) or the Texas Administrative Code (TAC), Title 28, unless otherwise noted

- I. TEXAS STATUTES AND RULES COMMON TO PROPERTY AND CASUALTY INSURANCE 18**
- A. Commissioner of Insurance**
Ref.: Ins. 31.001, 31.002, 31.021, 201.004, 404.051-.053, 481.001-.009, 491.051, 491.052, 521.003-.004, 541.107-108, 546.151, 2001.051, 4001.005, 38.001, 86.001-.002, 401.051-.062, 82.001-.056, 4005.102, 83.051-.054; TAC § 1.88
 - 1. General powers and duties
 - 2. Examination of records
 - 3. Investigation/Notice of hearing
 - 4. Penalties
 - 5. Cease and desist orders

B. Insurance definitions

Ref.: Ins. 801.051-.053; General insurance text; TAC § 15.2

- 1. Certificate of authority
- 2. Transacting insurance
- 3. Foreign, domestic, alien
- 4. Stock, mutual
- 5. Admitted/nonadmitted
- 6. Texas Lloyds

C. Licensing requirements

Ref.: Ins. 981.202, 1115.056, 4001.003, 4001.051, 4001.105, 4001.151-.156, 4001.201, 4001.205, 4001.252, 4001.255, 4003.001, 4003.004, 4003.006-.007, 4004.051-055, 4005.101-.102, 4005.105, 4051.051, 4053.051, 4056, 4153.051; TAC § 1.502, 19.1001-.1030, 19.1201-.1206, 19.1301-.1320, 19.1501-.1503, 19.805

- 1. Types
 - a. Agent/agency
 - b. Nonresident agent
 - c. Temporary
 - d. Limited license
 - e. Managing general agent
 - f. Surplus lines
 - g. Adjuster
 - h. Risk manager
 - i. Emergency
- 2. Exemptions/exceptions
- 3. Appointment
- 4. Continuing education
- 5. Records maintenance
- 6. License application, denial, renewal, expiration
- 7. License termination, revocation, suspension
- 8. Notification to Department of certain information
 - a. Change of address
 - b. Felony convictions
 - c. Administrative action taken against a license holder

D. Marketing practices

Ref.: Ins. 541.051-.054, 541.056, 541.060, 542.001-.014, 701.001-.154, 4001.104, 4005.101; TAC § 21.4, 21.201-.205, 21.111, 21.115

- 1. Unfair/Prohibited trade practices
 - a. Claims methods and practices
 - b. False advertising
 - c. Misrepresentation
 - d. Defamation
 - e. Controlled business
 - f. Rebating
 - g. Discrimination
 - h. Fraud
 - i. Unfair competition
 - j. Boycott, coercion, intimidation
- 2. Rating and underwriting practices

E. Agent duties/responsibilities

Ref.: General insurance text

- 1. Fiduciary capacity

II. TEXAS STATUTES AND RULES PERTINENT TO PROPERTY AND CASUALTY INSURANCE12

A. Property and casualty definitions

Ref.: TAC § 5.5002

B. Surplus lines

Ref.: Ins. 981.001-.004, 981.057; TAC § 15.2-15.6

C. Approval of Rates and Forms

Ref: Texas Insurance Code Sec. 5.35

D. Homeowner's Insurance

- 1. Declination, cancellation, nonrenewal
Ref: General insurance text
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- 3. Texas Windstorm Insurance Association (TWIA)
- 4. Loss settlement provisions
Ref: Texas Insurance Code § 542.051-.061; § 542.15 - .154
- 5. Liquidated demand
Ref: Texas Insurance Code §862.053

E. Automobile insurance

- 1. Provisions
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 - a. Coverage
 - b. Uninsured Motorists/Underinsured Motorists
 - c. Personal Injury Protection (PIP)
 - d. Medical payments
- 2. Financial responsibility and required minimum liability limits
Ref: Transportation Code: § 601.051, 601.053, 601.056-.057, 601.071-.072
- 3. Renewal, nonrenewal, and cancellation
Ref: Ins. 551.101-.113, 551.151-.152; TAC § 5.7002
- 4. Texas Automobile Insurance Plan Association
Ref: Ins. 2151.051-.154
- 5. Transportation network company
Ref: Chap. 1954

F. Workers' Compensation

Ref: Texas Labor Code Title 5: § 401.011, 406.031-032, 034, 408.021 - .087; 408.150; 408.181 - .187

- 1. Definitions
- 2. Coverage
- 3. Benefits

G. Texas Property and Casualty Insurance Guaranty Association

Ref: Ins. 462.001-.351; TAC § 29.1

H. Texas Medical Liability Underwriting Association (JUA)

Ref: Ins. Chapter 2203.001 - .152

PERSONAL LINES - GENERAL KNOWLEDGE CONTENT OUTLINE

Product Knowledge, Terms and Concepts
(75 scoreable questions plus 5 pretest questions)

I. TYPES OF PROPERTY POLICIES10

A. Homeowners

- 1. HO-2

| | |
|---|---|
| 2. HO-3 | 1. Actual cash value |
| 3. HO-4 | 2. Replacement cost |
| 4. HO-5 | 3. Market value |
| 5. HO-6 | 4. Stated value |
| 6. HO-8 | 5. Salvage value |
| B. Dwelling policies | H. Proximate cause |
| 1. DP-1 | I. Deductible |
| 2. DP-2 | J. Indemnity |
| 3. DP-3 | K. Limits of liability |
| C. Inland marine | L. Coinsurance/Insurance to value |
| 1. Personal Articles floaters | M. Occurrence |
| D. National Flood Insurance Program | N. Cancellation |
| E. Others | O. Nonrenewal |
| 1. Earthquake | P. Vacancy and unoccupancy |
| 2. Mobile Homes | Q. Liability |
| 3. Watercraft | 1. Absolute |
| 4. Windstorm | 2. Strict |
| II. TYPES OF CASUALTY POLICIES13 | 3. Vicarious |
| A. Automobile: personal auto | R. Negligence |
| 1. Liability | S. Binder |
| a. Bodily Injury | T. Endorsements |
| b. Property Damage | U. Blanket vs. Specific |
| c. Split Limits | V. Burglary, Robbery, Theft, and Mysterious Disappearance |
| d. Combined Single Limit | W. Warranties |
| 2. Medical Payments | X. Representations |
| 3. Physical Damage (collision; other than collision; specified perils) | Y. Concealment |
| 4. Uninsured motorists | Z. Deposit Premium/Audit |
| 5. Underinsured motorists | AA. Certificate of Insurance |
| 6. Who is an insured | BB. Damages |
| 7. Types of Auto | 1. Compensatory |
| a. Owned | a. General |
| b. Non-owned | b. Special |
| c. Hired | 2. Punitive |
| d. Temporary Substitute | CC. Compliance with Provisions of Fair Credit Reporting Act |
| e. Newly Acquired Autos | |
| f. Transportation Expense and Rental Reimbursement Expense | |
| 8. Exclusions | |
| B. Umbrella/Excess liability | |
| III. PROPERTY AND CASUALTY INSURANCE TERMS AND RELATED CONCEPTS.....28 | IV. PROPERTY AND CASUALTY POLICY PROVISIONS AND CONTRACT LAW24 |
| A. Insurance | A. Declarations |
| 1. Law of Large Numbers | B. Insuring agreement |
| B. Insurable interest | C. Conditions |
| C. Risk | D. Exclusions |
| 1. Pure vs. Speculative Risk | E. Definition of the insured |
| D. Hazard | F. Duties of the insured after a loss |
| 1. Moral | G. Obligations of the insurance company |
| 2. Morale | H. Mortgagee rights |
| 3. Physical | I. Proof of loss |
| E. Peril | J. Notice of claim |
| F. Loss | K. Appraisal |
| 1. Direct | L. Other Insurance Provision |
| 2. Indirect | M. Subrogation |
| G. Loss Valuation | N. Elements of a contract |
| | O. Sources of underwriting information |
| | P. Fair Credit Reporting Act |
| | Q. Privacy Protection (Gramm Leach Bliley) |
| | R. Policy Application |

- S. Terrorism Risk Insurance Act (TRIA)
- T. Cancellation and nonrenewal provisions
- U. Supplementary payments
- V. Loss settlement provisions including consent to settle a loss
- W. Territory

- 7. License termination, revocation, suspension
- 8. Notification to Department of certain information
 - a. Change of address
 - b. Felony convictions
 - c. Administrative action taken against a license holder

D. Marketing practices

Ref.: Ins. 541.051-.054, 541.056, 541.060, 542.001-.014, 701.001-.154, 4001.104, 4005.101; TAC § 21.4, 21.201-.205, 21.111, 21.115

- 1. Unfair/Prohibited trade practices
 - a. Claims methods and practices
 - b. False advertising
 - c. Misrepresentation
 - d. Defamation
 - e. Controlled business
 - f. Rebating
 - g. Discrimination
 - h. Fraud
 - i. Unfair comparison
 - j. Boycott, coercion, intimidation
- 2. Rating and underwriting practices

E. Agent duties/responsibilities

Ref.: General insurance text

- 1. Fiduciary capacity

**PERSONAL LINES AGENT
STATE SPECIFIC CONTENT OUTLINE**

(25 scoreable questions plus 5 pretest questions)

All references are to the Texas Insurance Code (Ins.) or the Texas Administrative Code (TAC), Title 28, unless otherwise noted

I. TEXAS STATUTES AND RULES COMMON TO ALL LINES OF INSURANCE15

A. Commissioner of Insurance

Ref.: Ins. 31.001, 31.002, 31.021, 201.004, 404.051-.053, 481.001-.009, 491.051, 491.052, 521.003-.004, 541.107-108, 546.151, 2001.051, 4001.005, 38.001, 86.001-.002, 401.051-.062, 82.001-.056, 4005.102, 83.051-.054; TAC § 1.88

- 1. General powers and duties
- 2. Examination of records
- 3. Investigation/Notice of hearing
- 4. Penalties
- 5. Cease and desist orders

B. Insurance definitions

Ref.: Ins. 801.051-.053; General insurance text; TAC § 15.2

- 1. Certificate of authority
- 2. Transacting insurance
- 3. Foreign, domestic, alien
- 4. Stock, mutual
- 5. Admitted/nonadmitted

C. Licensing requirements

Ref.: Ins. 981.202, 1115.056, 4001.003, 4001.105, 4001.051, 4001.151-.156, 4001.201, 4001.205, 4001.252, 4001.255, 4003.001, 4003.004, 4003.006-.007, 4004.051-055, 4005.101-.102, 4005.105, 4051.051, 4053.051, 4056, 4153.051; TAC § 1.502, 19.1001-.1030, 19.1201-.1206, 19.1301-.1320, 19.1501-.1503, 19.805

- 1. Types
 - a. Agent/agency
 - b. Nonresident agent
 - c. Temporary
 - d. Limited license
 - e. Managing general agent
 - f. Surplus lines
 - g. Adjuster
 - h. Risk manager
 - i. Emergency
- 2. Exemptions/exceptions
- 3. Appointment
- 4. Continuing education
- 5. Records maintenance
- 6. License application, denial, renewal, expiration

II. TEXAS STATUTES AND RULES PERTINENT TO PERSONAL LINES INSURANCE10

A. Property and casualty definitions

Ref.: TAC § 5.5002

B. Approval of Rates and Forms

Ref: Texas Insurance Code Sec. 5.35

C. Homeowner's Insurance

- 1. Declination, cancellation, nonrenewal
- 2. Texas FAIR Plan Association
- 3. Texas Windstorm Insurance Association (TWIA)
- 4. Loss settlement provisions

Ref: Texas Insurance Code § 542.051 through § 542.061; § 542.151 through § 542.154

5. Liquidated demand

Ref: Texas Insurance Code § 862.053

D. Automobile insurance

- 1. Provisions
 - Ref: Transportation Code: Chapter 601; Ins. 1952.101-.110, Ins. 1952.151-.161; TAC § 5.204*
 - a. Coverage
 - b. Uninsured Motorists/Underinsured Motorists
 - c. Personal Injury Protection (PIP)
- 2. Financial responsibility and required minimum liability limits
 - Ref: Transportation Code: § 601.051, 601.053, 601.056-.057, 601.071-.072*
- 3. Renewal, nonrenewal, and cancellation
 - Ref: Ins. 551.101-.113, 551.151-.152; TAC § 5.7002*
- 4. Texas Automobile Insurance Plan Association
 - Ref: Ins. 2151.051-.154*

5. Transportation network company

Ref: Chap. 1954

E. Texas Property and Casualty Insurance Guaranty Association

Ref: Ins. 462.001--.351; TAC § 29.1

**SURPLUS LINES
CONTENT OUTLINE**

(60 scoreable questions)

This examination will test topics listed on the following content outline and is composed of sixty (60) four-option, multiple choice questions.

All references are to General insurance texts and forms, unless otherwise noted

I. GENERAL INSURANCE PRINCIPLES

A. Insurance Terms and Related Concepts

1. Insurance
2. Indemnity
3. Risk (pure vs speculative)
4. Hazard
5. Peril
6. Loss (direct vs indirect)
7. Proximate cause
8. Liability
9. Actual Cash Value
10. Replacement Cost
11. Subrogation
12. Salvage
13. Negligence
14. Lloyd's
15. Reinsurance

B. Handling risks

1. Avoidance
2. Retention
3. Sharing
4. Reduction
5. Transfer

C. Insurers

1. Types of insurers
 - a. Stock companies
 - b. Mutual companies
 - c. Lloyd's associates
 - d. Risk retention groups
 - e. Self-insured funds
2. Private vs. government insurers
3. Authorized vs. unauthorized insurers
4. Domestic, foreign, alien insurers
5. Financial status (independent rating services)

D. Producers and general rules of agency

1. Insurer as principal
2. Producer/insurer relationship
3. Authority and powers of producers
 - a. Express
 - b. Implied
 - c. Apparent

d. Responsibilities to the insured/applicant

III. CONTRACTS

A. Elements of a legal contract

1. Offer and acceptance
2. Consideration
3. Competent parties
4. Legal purpose

B. Characteristics of an insurance contract

1. Contract of adhesion
2. Aleatory contract
3. Unilateral contract
4. Conditional contract

C. Legal interpretations affecting contract

1. Ambiguities in a contract
2. Indemnity
3. Representations/misrepresentations
4. Warranties
5. Concealment
6. Fraud
7. Waiver and estoppel

**IV. TEXAS STATUTES AND RULES PERTINENT TO
SURPLUS LINES INSURANCE**

All references are to the Texas Insurance Code (Ins.) or the Texas Administrative Code (TAC), Title 28, unless otherwise noted

A. Commissioner of Insurance

Ref.: Ins. 31.001-.002, 31.021, 981.009

1. General powers and duties
2. Examination of records
3. Investigation/hearing
4. Penalties/sanctions

B. Definitions

1. Surplus lines insurance
Ref.: Ins. 981.002
2. Managing General Agent
Ref.: Ins. 4053.001, 4053.051; TAC § 19.1202
3. Insurance transaction
Ref.: General insurance text
4. Authorized/unauthorized, admitted/non-admitted
Ref.: Ins. 101.301; TAC § 15.8
5. Purchasing groups
Ref.: Ins. 2201.001-.259
6. Risk retention
Ref.: Ins. 2201.001-.209

C. Licensing requirements

Ref.: Ins. 4001.252, 981.202-.204; TAC § 15.101

1. Surplus lines agent
2. License renewal
3. License suspension, revocation, termination
4. Notification to Department of certain information
 - a. Change of address
 - b. Felony convictions
 - c. Administrative action taken against a license-holder

D. Marketing practices

Ref.: Ins. 541.051-.054, 541.057, 541.061, 542.001-.014, -.051-.061; 4001.104, 4005.053, 4005.101; TAC § 21.4, 21.201-.205, 21.111, 21.115

1. Prohibited trade practices/Unfair Methods of Competition

- a. Claims methods and practices
- b. False advertising
- c. Misrepresentation
- d. Defamation
- e. Controlled business
- f. Rebating
- g. Unfair discrimination
- h. Fraud
- i. Unfair comparison
- j. Boycott, coercion, intimidation

E. Surplus lines insurance

1. Purpose/definitions
Ref.: Ins. 981.001-002; TAC § 15.2
2. Premium payments and unearned premiums
Ref.: Ins. 981.007
3. Evidence of insurance
Ref.: Ins. 981.103; TAC § 15.15.105
4. Premium taxes
Ref.: Ins. 225.004, 225.006; Pub. Fin. TAC § 3.822
5. Reports and notices
Ref.: Ins. 981.216-217
6. Eligible unauthorized insurers
Ref.: Ins. 981.002
7. Commissions
Ref.: 981.212; 225.001
8. Stamping Office
Ref.: Ins. 981.105, 981.151-.160; TAC § 15.106, 15.201
9. Recordkeeping
Ref.: Ins. 981.215-.216; TAC § 15.4, 15.9, 15.108, 15.108-.110, 15.113
10. Minimum capital and surplus
Ref.: Ins. 981.057
11. Contract requirements
Ref.: Ins. 981.102; TAC § 15.5
12. Service of process
Ref.: Ins. 804.106
13. Advertising
Ref.: Ins. Ch. 981.219

**RISK MANAGER
CONTENT OUTLINE**

(100 scoreable questions)

This examination will test topics listed on the following content outline and is composed of one hundred (100) four-option, multiple choice questions.

All references are General insurance text and forms, unless otherwise noted

I. INSURANCE TERMS AND RELATED CONCEPTS

- A. Risk (pure vs. speculative)**
- B. Hazard**
- C. Peril**
- D. Loss/Causes of loss**
- E. Exposure**
- F. Indemnity**
- G. Liability**
- H. Deductible**
- I. Contractual ambiguities**
- J. Negligence**
- K. Torts**
- L. Personal property**
- M. Actual cash value**
- N. Occurrences**
- O. Warranty**
- P. Insurable interest**
- Q. Insurance**

II. POLICY PROVISIONS AND CONTRACT LAW

- A. Declarations**
- B. Insuring Agreement**
- C. Conditions**
- D. Exclusions**
- E. Duties of the insured after a loss**
 1. Proof of loss
- F. Loss settlement**
- G. Appraisal**
- H. Arbitration**

III. RISK MANAGEMENT

- A. Types of loss exposure**
 1. Property/Commercial property
 2. Accounts
 3. Net income
 4. Liability
 5. Personnel
 6. Business interruption
 7. Use
 8. Pure
- B. Methods of identifying loss exposures**
 1. Loss frequency
 2. Loss severity
 3. Tools
- C. Risk control**
 1. Exposure avoidance
 2. Loss prevention
 3. Separation
 4. Contractual transfer
 5. Reduction
 6. Acceptance
- D. Risk financing**
 1. Retention
 2. Transfer
 3. Plans (cash flow, formal retention, captive)
- E. Risk management processes**

IV. COVERAGES, POLICIES, ENDORSEMENTS, AND FORMS

- A. Commercial Package Policy (CPP)**
 - 1. Limits of liability
 - 2. Conditions
 - 3. Exclusions
 - 4. Claims Made policy form
 - 5. Business Interruption and Extra Expense
- B. Commercial General Liability (CGL)**
- C. Businessowners policy (BOP)**
- D. Aircraft insurance**
- E. Hull coverage**
- F. Yacht policy**
- G. Umbrella policy/Excess coverage**
- H. Medical Malpractice**
- I. Employers liability-Part Two**
- J. National Flood Insurance Program**
- K. Equipment Breakdown Protection Coverage Form**
- L. Product liability**
- M. Completed operation liability**
- N. Marine insurance**
- O. Extended coverage**
- P. Premises liability**
- Q. Crime**
- R. Fiduciary coverage**
- S. Directors and Officers liability/ Professional**
- T. Cyber liability**
- U. Commercial Automobile (Business Auto Policy - BAP)**
- V. Inland Marine**

- V. BONDS**
 - A. Bid**
 - B. Surety**

- VI. TEXAS STATUTES AND RULES PERTINENT TO RISK MANAGEMENT**
All references are to the Texas Insurance Code (Ins.) or the Texas Administrative Code (TAC), Title 28, unless otherwise noted

- A. Commissioner of Insurance**
Ref.: Ins. 31.001-.002, 38.001, 201.004, 401.051-.054, 404.051-.053, 481.001-.009, 491.051-.052, 521.003-.004, 4001.005; 2561-2
 - 1. General powers and duties
 - 2. Examination of records
 - 3. Investigations/ Notice of hearing
- B. Licensing requirements**
Ref.: Ins. 4001.252, 4153.001, 4153.051-.060, 4153.152-.153; TAC § 19.1305-.1306
 - 1. Risk Manager
 - 2. Exemption/exception
 - 3. License denial, renewal, expiration
 - 4. License termination, revocation, suspension
 - 5. Notification to Department of certain information
 - a. Change of address
 - b. Felony convictions
 - c. Administrative action taken against a license holder

- C. Marketing practices**
Ref.: Ins. 542.001-.014; TAC § 21.201-.205
 - 1. Claims methods and practices
- D. Workers' Compensation**
Ref.: Texas Labor Code Title 5: 401.011-.013, 406.002, 406.034, 407.001, 407.121; TAC § 180.1
 - 1. Coverage
 - 2. Employment covered
 - 3. Employer election
 - 4. Employee election
 - 5. Self-insured employers
- E. Texas Automobile Insurance Plan Association**
Ref.: Ins. 2151.051-.154
- F. Surplus Lines**
Ref. Ins. 981.001-.004, 981.057; TAC § 15.2-.6
- G. Texas Property and Casualty Guaranty Insurance Association**
Ref.: Ins. 462.001-.351; TAC § 29.1
- H. Texas Medical Liability Insurance Underwriting Association (JUA)**
Ref: TAC § 5.2001-.2002, Ins. Chapter 2203.001 – .152
- I. Transportation network company**
Ref: Chap. 1954

MANAGING GENERAL AGENT CONTENT OUTLINE

(150 scoreable questions)

This examination will test topics listed on the following content outline and is composed of one hundred fifty (150) four-option, multiple choice questions.

All references are General insurance texts and forms, unless otherwise noted

- I. INSURANCE TERMS AND RELATED CONCEPTS**
 - A. Insurance**
 - B. Insurable interest**
 - C. Risk (pure vs. speculative)**
 - D. Hazard**
 - E. Peril**
 - F. Direct loss**
 - G. Indirect loss**
 - H. Deductible**
 - I. Actual cash value**
 - J. Replacement cost**
 - K. Salvage**
 - L. Abandonment**
 - M. Accident**
 - N. Occurrence**
 - O. Warranty, representations, concealment**
 - P. Insured contract**
 - Q. Coinsurance**
 - R. Extensions of coverage**
 - S. Nonrenewal/Cancellation**
 - T. Vacancy**
 - U. Negligence**

- V. Pro Rata liability
- W. Binders
- X. Proximate cause
- Y. Limits of liability
- Z. Indemnity

II. POLICY PROVISIONS AND CONTRACT LAW

- A. Declarations
- B. Conditions
- C. Exclusions
- D. Insuring agreement
- E. Duties of the insured after a loss
- F. Obligations of the insurer
- G. Arbitration
- H. Other Insurance
- I. Mortgagee rights
- J. Proof of loss
- K. Notice of claim
- L. Appraisal
- M. Assignment
- N. Elements of a contract
- O. Ambiguities in the contract
- P. Sources of insurability information
- Q. Fair Credit Reporting Act
- R. Additional payments
- S. Subrogation
- T. Claims made policy form
- U. Loss settlement
- V. Limitations
- W. Liberalization clause
- X. Liquidated Demand

Ref: Texas Insurance Code §862.053

III. TEXAS STATUTES AND RULES COMMON TO PROPERTY AND CASUALTY INSURANCE

All references are to the Texas Insurance Code (Ins.) or the Texas Administrative Code (TAC), Title 28, unless otherwise noted

A. Commissioner of Insurance

Ref.: Ins. 31.001, 31.002, 31.021, 201.004, 404.051-.053, 481.001-.009, 491.051, 491.052, 521.003-.004, 4001.005, 38.001, 86.001-.002, 401.051-.062, 82.001-.056, 4005.102

1. General powers and duties
2. Examination of records
3. Investigation/Notice of hearing
4. Penalties

B. Insurance definitions

Ref.: Ins. 801.051-.053; General insurance text; TAC §15.2

1. Certificate of authority
2. Transacting insurance
3. Foreign, domestic, alien
4. Stock, mutual
5. Admitted/nonadmitted/unauthorized

C. Licensing requirements

Ref: Ins. 981.202, 4001.051, 4001.105-.106, 4003.001-.007, 4001.254, 4004.051-.055, 4005.101-.105, 4051.151, 4001.252; 4053.051-.052, 4056.001-.004,

4101.051-.053; TAC § 1.502, 19.1001-.1027, 19.602, 19.1201-.1206, 19.1301-.1320

1. Types
 - a. Managing general agent
 - b. Agent/nonresident agent
 - c. Temporary/ Emergency
 - d. Limited license
 - e. Surplus lines
 - f. Adjuster
 - g. Risk manager
 - h. Agency
2. Exemptions/exceptions
3. Contract
4. Continuing education
5. License denial, renewal, expiration
6. License termination, revocation, suspension
7. Appointments
8. Notification to Department of certain information
 - a. Change of address
 - b. Felony convictions
 - c. Administrative action taken against a license holder

D. Marketing practices

Ref.: Ins. 541.051-.054, 541.056, 541.060, 542.001-.014, 701.001-.154, 4001.104, 4005.053(c), 4005.101; TAC § 21.4, 21.201-.205, 21.111, 21.115

1. Unfair/Prohibited trade practices
 - a. Claims methods and practices
 - b. Misrepresentation
 - c. Defamation
 - d. Rebating
 - e. False advertising
 - f. Controlled business
 - g. Unfair discrimination
 - h. Fraud
 - i. Unfair comparison
 - j. Boycott, coercion, intimidation
2. Rating and underwriting practices

E. Duties/responsibilities

Ref.: TAC § 19.1201-1204; 4053.101 – .104

1. Fiduciary capacity
2. Processes
3. Reinsurance
4. Reports/records
5. Commission sharing

F. Premium financing/premium taxes

Ref.: Ins. 221.002

G. Rates and ratemaking

Ref: Texas Insurance Code Sec. 5.35

H. County Mutual Companies

Ref.: Ins. 911.303, 912.002; TAC § 5.9361

I. Lloyd's plan

Ref.: General insurance text

J. Surplus Lines

Ref. Ins. 981.202

K. Automobile insurance

1. Under/Uninsured Motorists

Ref: Transportation Code: Chapter 601; Ins. 1952.101–.110, Ins. 1952.151–.161, TAC § 5.204

2. Financial responsibility and required minimum liability limits
Ref: Transportation Code: § 601.051, 601.053, 601.056-.057, 601.071-.072
3. Renewal, nonrenewal, and cancellation
Ref: Ins. 551.101–.113, 551.151-.152; TAC § 5.7002
4. Texas Automobile Insurance Plan Association
Ref: Ins. 2151.051–.154
5. Personal Injury Protection (PIP)
6. Medical payments
7. Liability
8. Collision/Other than collision
9. Transportation network company
Ref: Chap. 1954

L. Workers' Compensation

Ref.: Texas Labor Code-Title 5: Secs. 401.012; 406.002, 406.034; 407.061-.065, 408.021 – .087; 408.150; 408.181 – .187; 409.003

1. Coverage
2. Employment covered
3. Employer election
4. Employee election
5. Self-insured employers

M. Homeowners

1. HO-2
2. HO-3
3. HO-4
4. HO-5
5. HO-6
6. HO-8

N. Commercial lines

1. Commercial Package Policy (CPP)
2. Commercial property
 - a. Commercial building and business personal property form
 - b. Causes of loss forms
 - c. Business income
 - d. Extra expense
 - e. Equipment breakdown
3. Businessowners Policy (BOP)
4. Directors and Officers liability/Professional

O. Texas Medical Liability Insurance Underwriting Association (JUA)

Ref.: TAC § 5.2001-.2002; Ins. Chapter 2203.001 – .152

P. Texas Windstorm Insurance Association

Ref: TAC § 5.4016, 5.4700, 5.4800, 5.4903

Q. Texas Property and Casualty Guaranty Insurance Association

Ref: Ins. 462.001–.351; TAC § 29.1

R. Texas FAIR Plan Association

S. Property and Casualty definitions

Ref.: TAC Chapter 5

T. National Flood Insurance Program (NFIP)

U. Umbrella

WORKERS' COMPENSATION ADJUSTER CONTENT OUTLINE

(60 scoreable questions)

This examination will test topics listed on the following content outline and is composed of sixty (60) four-option, multiple choice questions.

All references are to General insurance texts and forms, unless otherwise noted

I. INSURANCE TERMS AND RELATED CONCEPTS.....16%

- A. Risk
- B. Hazard
- C. Loss
- D. Deductible
- E. Indemnity
- F. Subrogation
- G. Binder
- H. Liability
- I. Insurance

II. POLICY PROVISIONS.....8%

- A. Declarations
- B. Insuring Agreement
- C. Conditions
- D. Exclusions
- E. Appraisal

III. TEXAS STATUTES AND RULES PERTINENT TO WORKERS' COMPENSATION ADJUSTING...76%

All references are to the Texas Insurance Code (Ins.) or the Texas Administrative Code (TAC), Title 28, unless otherwise noted

A. Commissioner of Insurance

Ref.: Ins. 31.001, 31.002, 31.021, 201.004, 404.051-.053, 481.001-.009, 491.051, 491.052, 521.003-.004, 4001.005, 38.001, 86.001-.002, 401.051-.062, 82.001-.056, 4005.102

1. General powers and duties
2. Examination of records
3. Investigation/Notice of hearing
4. Penalties
5. Cease and desist orders

B. Licensing requirements

Ref.: Ins. 4001.252, 4101-.001, .002, .051-.054, 4101.057, 4101.059, 4101.061, 4101.101, 4101.202-203; TAC § 19.601-.602, 19.1001-.1018

1. Adjuster
2. Exemptions/exceptions
3. Continuing education
4. License denial, renewal, expiration
5. License termination, revocation, suspension
6. Notification to Department of certain information
 - a. Change of address
 - b. Felony convictions
 - c. Administrative action taken against a license holder

C. Marketing practices

Ref.: Ins. 542.001-.014, 542.051-061, 542.151-.154;
TAC § 21.4, 21.201-.205

1. Unfair/Prohibited trade practices
 - a. Claims methods and practices
 - b. Misrepresentation
 - c. Defamation

D. Workers' Compensation

1. Definitions

Ref.: Texas Labor Code Secs. 401.011-..013

 - a. Workers' Compensation insurance
 - b. Employer
 - c. Employee
 - d. Disability definitions
 - e. Maximum Medical Improvement
2. Who is covered

Ref.: Texas Labor Code Sec. 406.091
3. Obtaining coverage (Employer)

Ref.: Texas Labor Code Secs. 401.022, 406.003, 406.033
4. Employer election

Ref.: Texas Labor Code Sec. 406.002
5. Average weekly wage

Ref.: Texas Labor Code Secs. 408.041- .047
6. Waiting period

Ref.: Texas Labor Code Secs. 408.082
7. Compensable injuries

Ref.: Texas Labor Code Secs. 401.011, 406.032, 408.181
8. Benefits

Ref.: Texas Labor Code Secs. 401.011, 408.021-.030, 408.041, 408.081-.086, 408.101-.105, 408.150, 408.181-.187; 409.021-.024

 - a. medical
 - b. income
 - c. temporary income
 - d. rehabilitation
 - e. death and burial
9. Other insurance coverage

Ref.: Texas Labor Code Sec. 406.052
10. Claims procedures/Reports

Ref.: Texas Labor Code Secs. 401.110, 409.001-.013, 409.021-.024, 410.021
11. Informal Hearing/Awards

Ref.: Texas Labor Code Secs. 410.006, 410.119, 410.121
12. Subsequent Injury Fund

Ref.: Texas Labor Code Sec. 403.007
13. Workers' compensation and employers liability

Ref.: Texas Approved Workers' Compensation Policy

 - a. Employers Liability insurance
 - b. Other States insurance
14. Federal Workers' Compensation (US Code)

Ref.: Texas Workers' Compensation Manual

 - a. Federal Employers Liability Act (FELA)

Ref.: 45 USC 51-60

- b. U.S. Longshore and Harbor Workers Compensation Act

Ref: 33 USC 901-950

ALL LINES ADJUSTER CONTENT OUTLINE

(150 scoreable questions)

This examination will test topics listed on the following content outline and is composed of one hundred fifty (150) four-option, multiple choice questions.

All references are to General insurance texts and forms, unless otherwise noted

I. GENERAL PROPERTY AND CASUALTY INSURANCE PRODUCT KNOWLEDGE PERTINENT TO ADJUSTERS.....40%

A. Standard Fire Policy

1. Basic coverages, provisions, and clauses
2. Limitations and restrictions
3. Proof of loss
4. Loss requirements and inventories
5. Appraisal
6. Replacement costs

B. Auto liability

1. Personal
2. Coverage

C. Personal lines Homeowner coverage

1. Dwelling and contents
2. Homeowners forms/coverages
 - a. Policy provisions
 - b. Replacement costs
 - c. Appraisal
 - d. Special limits of liability
 - e. Proof of loss
3. General property forms
 - a. ISO, HO-2, HO-3, HO-4, HO-5, HO-6

D. Commercial lines coverage

1. Commercial property forms
 - a. Commercial property and buildings
 - b. Causes of loss
2. Commercial Package Policy (CPP)
3. Boiler and Machinery
 - a. Type of equipment
4. Businessowners policy
5. Cargo
6. Commercial crime

E. Inland Marine

1. Definitions
2. Policies
 - a. Personal floaters
 - b. Commercial floaters
 - i. Installation floaters
 - c. Commercial inland marine

F. Ocean Marine

1. Protection and Indemnity (P&I) coverage
2. Collision ("running down") clause
3. Average

- 4. General average
- 5. Particular average
- G. Additional coverages, exclusions, and extensions**

- 1. Business Interruption
- 2. Time Element
- 3. Law and Ordinance exclusion
- 4. Law and Ordinance coverage
- 5. Valuable Papers and records
- 6. Garagekeepers liability
- 7. Aviation
- 8. Umbrella
- 9. Yacht/Boatowners

H. Bonds and Professional Liability

- 1. Errors and Omissions

II. INSURANCE TERMS AND RELATED CONCEPTS.....40%

- A. Peril**
- B. Waiver/non-waiver agreement**
- C. Insurance, insurance contracts, and insurable interest**
- D. Estoppel**
- E. Proof of loss**
- F. Depreciation**
- G. Deductible**
- H. Liability/ limits of liability**
- I. Valued policy**
- J. Appraisal**
- K. Actual cash value, fair market value**
- L. Robbery**
- M. Burglary and theft**
- N. Agreed value**
- O. Replacement cost**
- P. Indemnity**
- Q. Damages**
- R. Subrogation**
- S. Other insurance**
 - 1. Primary and Excess
 - 2. Pro Rata
- T. Arbitration**
- U. Constructive total loss**
- V. Loss**
- W. Warranties**
- X. Salvage**
- Y. Risk**
- Z. Hazard**
- AA. Liberalization**
- BB. Binder**
- CC. Reservation of rights**
- DD. Policy Provisions**
 - 1. Declarations
 - 2. Insuring Agreement
 - 3. Conditions
 - 4. Exclusions
 - 5. Appraisal
- EE. Proximate cause**

- FF. Coinsurance**
- GG. Occurrence**
- HH. Cancellation**
- II. Nonrenewal**

III. TEXAS STATUTES AND RULES PERTINENT TO PROPERTY AND CASUALTY ADJUSTING.....20%

All references are to the Texas Insurance Code (Ins.) or the Texas Administrative Code (TAC), Title 28, unless otherwise noted

A. Licensing requirements

Ref.: Ins. 4001.252, 4101-.001, .002, .051-.054, 4101.057, 4101.059, 4101.061, 4101.101, 4101.202-203; TAC § 19.601-.602, 19.1001-.1018

- 1. Adjuster
 - a. Designated Home State Adjuster
- 2. Exemptions/exceptions
- 3. Continuing education
- 4. License denial, renewal, expiration
- 5. License termination, revocation, suspension
- 6. Notification to Department of certain information
 - a. Change of address
 - b. Felony convictions
 - c. Administrative action taken against a license holder
- 7. Commissioner of Insurance

Ref.: Ins. 31.001, 31.002, 31.021, 201.004, 404.051-.053, 481.001-.009, 491.051, 491.052, 521.003-.004, 4001.005, 38.001, 86.001-.002, 401.051-.062, 82.001-.056, 4005.102

 - a. General powers and duties
 - b. Examination of records
 - c. Investigation/hearing
 - d. Penalties
 - e. Cease and desist orders

B. Marketing practices

Ref.: Ins. 541.053, 542.001-.014, 542.051-061, 542.151-.154; TAC § 21.4, 21.201-.205

- 1. Unfair/Prohibited trade practices
 - a. Claims methods and practices
 - b. Misrepresentation
 - c. Defamation

C. Adjuster practices, responsibilities, and duties

Ref.: Ins. 4101.251; General insurance text

- 1. Functions of an Adjuster
- 2. Prohibited Conduct

D. Workers' Compensation

- 1. Definitions

Ref.: Texas Labor Code Secs. 401.011-.013

 - a. Workers' Compensation insurance
 - b. Employer
 - c. Employee
 - d. Disability definitions
 - e. Maximum Medical Improvement
- 2. Who is covered

Ref.: Texas Labor Code Sec. 406.091
- 3. Obtaining coverage (Employer)

- Ref.: Texas Labor Code Secs. 401.022, 406.003, 406.033*
4. Employer election
Ref.: Texas Labor Code Sec. 406.003
 5. Average weekly wage
Ref.: Texas Labor Code Secs. 408.041-.047
 6. Waiting period
Ref.: Texas Labor Code Secs. 408.082
 7. Compensable injuries
Ref.: Texas Labor Code Secs. 401.011, 406.032, 408.181
 8. Benefits
Ref.: Texas Labor Code Secs. 401.011, 408.021-.030, 408.041, 408.081-.086, 408.101-.105, 408.150, 408.181-.187; 409.021-.024
 - a. medical
 - b. income
 - c. temporary income
 - d. rehabilitation
 - e. death and burial
 9. Subsequent Injury Fund
Ref.: Texas Labor Code Sec. 403.007

- a. Commercial property and buildings
 - b. Causes of loss
 2. Commercial Package Policy (CPP)
 3. Boiler and Machinery
 - a. Type of equipment
 4. Businessowners policy
 5. Cargo
 6. Commercial crime
- E. Inland Marine**
1. Definitions
 2. Policies
 - a. Personal floaters
 - b. Commercial floaters
 - i. Installation floaters
 - c. Commercial inland marine
- F. Ocean Marine**
1. Protection and Indemnity (P&I) coverage
 2. Collision (“running down”) clause
 3. Average
 4. General average
 5. Particular average
- G. Additional coverages, exclusions, and extensions**
1. Business Interruption
 2. Time Element
 3. Law and Ordinance exclusion
 4. Law and Ordinance coverage
 5. Valuable Papers and records
 6. Garagekeepers liability
 7. Aviation
 8. Umbrella
 9. Yacht/Boatowners
- H. Bonds and Professional Liability**
1. Errors and Omissions

**PROPERTY AND CASUALTY ADJUSTER
CONTENT OUTLINE**

(150 scoreable questions)

This examination will test topics listed on the following content outline and is composed of one hundred fifty (150) four-option, multiple choice questions.

All references are to General insurance texts and forms, unless otherwise noted

I. GENERAL PROPERTY INSURANCE PRODUCT KNOWLEDGE PERTINENT TO ADJUSTERS..40%

- A. Standard Fire Policy**
1. Basic coverages, provisions, and clauses
 2. Limitations and restrictions
 3. Proof of loss
 4. Loss requirements and inventories
 5. Appraisal
 6. Replacement costs
- B. Auto liability**
1. Personal
 2. Coverage
- C. Personal lines coverage**
1. Dwelling and contents
 2. Homeowners forms/coverages
 - a. Policy provisions
 - b. Replacement costs
 - c. Appraisal
 - d. Special limits of liability
 - e. Proof of loss
 3. General property forms
 - a. ISO, HO-2, HO-3, HO-4, HO-5, HO-6
- D. Commercial lines coverage**
1. Commercial property forms

II. INSURANCE TERMS AND RELATED CONCEPTS.....40%

- A. Peril**
- B. Waiver/non-waiver agreement**
- C. Insurance, insurance contracts, and insurable interest**
- D. Estoppel**
- E. Proof of loss**
- F. Depreciation**
- G. Deductible**
- H. Valued policy**
- I. Liability/ Limits of liability**
- J. Appraisal**
- K. Actual cash value, fair market value**
- L. Robbery**
- M. Burglary and theft**
- N. Agreed value**
- O. Replacement cost**
- P. Indemnity**
- Q. Damages**
- R. Subrogation**
- S. Other insurance**

- 1. Primary and Excess
- 2. Pro Rata
- T. Arbitration**
- U. Constructive total loss**
- V. Loss**
- W. Warranties**
- X. Salvage**
- Y. Risk**
- Z. Hazard**
- AA. Liberalization**
- BB. Binder**
- CC. Reservation of rights**
- DD. Policy Provisions**
 - 1. **Declarations**
 - 2. **Insuring Agreement**
 - 3. **Conditions**
 - 4. **Exclusions**
 - 5. **Appraisal**
- EE. Proximate cause**
- FF. Coinsurance**
- GG. Occurrence**
- HH. Cancellation**
- II. Nonrenewal**

III. TEXAS STATUTES AND RULES PERTINENT TO PROPERTY AND CASUALTY ADJUSTING.....20%

All references are to the Texas Insurance Code (Ins.) or the Texas Administrative Code (TAC), Title 28, unless otherwise noted

A. Licensing requirements

Ref.: Ins. 4001.252, 4101-.001, .002, .051-.054, 4101.057, 4101.059, 4101.061, 4101.101, 4101.202-203; TAC § 19.601-.602, 19.1001-.1018

- 1. Adjuster
 - a. Designated Home State Adjuster
- 2. Exemptions/exceptions
- 3. Continuing education
- 4. License denial, renewal, expiration
- 5. License termination, revocation, suspension
- 6. Notification to Department of certain information
 - a. Change of address
 - b. Felony convictions
 - c. Administrative action taken against a license holder
- 7. Commissioner of Insurance
 - a. General powers and duties
 - b. Examination of records
 - c. Investigation/hearing
 - d. Penalties
 - e. Cease and desist orders

B. Marketing practices

Ref.: Ins. 541.053, 542.001-.014, 542.051-061, 542.151-.154; TAC § 21.4, 21.201-.205

- 1. Unfair/Prohibited trade practices

- a. Claims methods and practices
- b. Misrepresentation
- c. Defamation

C. Adjuster practices, responsibilities, and duties

Ref.: Ins. 4102.163; TAC Ins § 19.602; General insurance text

- 1. Functions of an Adjuster
- 2. Prohibited Conduct

**LIMITED LINES AGENT
CONTENT OUTLINE
(50 scoreable questions)**

This examination will test topics listed on the following content outline and is composed of fifty (50) four-option, multiple choice questions.

All references are to General insurance texts and forms, unless otherwise noted

I. INSURANCE TERMS AND RELATED CONCEPTS

- A. Risk (pure vs. speculative)**
- B. Hazard**
- C. Peril**
- D. Loss (direct and indirect)**
- E. Deductible**
- F. Indemnity**
- G. Limits of liability**
- H. Extensions of coverage**
- I. Subrogation**
- J. Accident**
- K. Fair Credit Reporting Act**
- L. Implied/express authority**
- M. Insurable interest**

II. POLICY PROVISIONS

- A. Declarations/Schedule of Benefits**
- B. Insuring Agreement**
- C. Conditions**
- D. Exclusions**
- E. Definition of the insured**
- F. Duties of the insured after a loss**
- G. Proof of loss**
- H. Appraisal**

III. TEXAS STATUTES AND RULES PERTINENT TO LIMITED LINES

All references are to the Texas Insurance Code (Ins.) or the Texas Administrative Code (TAC), Title 28, unless otherwise noted

A. Commissioner of Insurance

Ref.: Ins. 31.001, 31.002, 31.021, 201.004, 404.051-.053, 481.001-.009, 491.051, 491.052, 521.003-.004, 4001.005, 38.001, 86.001-.002, 401.051-.062, 82.001-.056, 4005.102

- 1. General powers and duties
- 2. Examination of records
- 3. Investigation/Notice of hearing
- 4. Penalties

B. Insurance definitions

Ref.: Ins. 801.051-.053; General insurance text; TAC §15.2

1. Certificate of authority
2. Transacting insurance
3. Foreign, domestic, alien
4. Stock, mutual

C. Licensing requirements

Ref.: Ins. 981.201-.222, 4001.003, 4001.006, 4001.051, 4001.102-.106, 4001.151-.156, 4001.252, 4001.254, 4003.001, 4003.004, 4003.006-.007, 4004.051-.054, 4005.101-.102, 4005.105, 4051.051-.055, 4051.101-.102, 4051.401-.404, 4051.151-.152, 4051.201-.206, 4052-001.101, 4054-301-.304, 4053.001-.152, 4054.001-.304, 4054-.101-.103, 4056.001-.004; TAC § 19.1001-.1030

1. Types
 - a. Agent/Agency
 - b. Nonresident agent
 - c. Temporary
 - d. Limited license (lines of authority)
2. Exemptions/exceptions
3. Appointment/contract
4. Continuing education
5. License denial, renewal, expiration
6. License termination, revocation, suspension
7. Notification to Department of certain information
 - a. Change of address
 - b. Felony convictions
 - c. Administrative action taken against a license holder

D. Marketing practices

Ref.: Ins. 541.051-.061, 542.001-.014, .054-.058; 701.001-.154, 4001.104, 4005.053(c), 4005.101; TAC § 21.4, 21.201-.205, 21.115

1. Unfair/Prohibited trade practices
 - a. Claims methods and practices
 - b. False advertising
 - c. Misrepresentation
 - d. Defamation
 - e. Controlled business
 - f. Rebating
 - g. Discrimination
 - h. Fraud
 - i. Boycott, coercion, intimidation

2. Ethics

Ref.: General insurance text

E. Agent duties/responsibilities

Ref.: Ins. 4001.157, 4005.053-.054

1. Fiduciary capacity
2. Commission sharing

PUBLIC INSURANCE ADJUSTER CONTENT OUTLINE

(100 scoreable questions)

This examination will test topics listed on the following content outline and is composed of one hundred (100) four-option, multiple choice questions.

All references are to General insurance texts and forms, unless otherwise noted

I. GENERAL PROPERTY INSURANCE PRODUCT KNOWLEDGE PERTINENT TO PUBLIC INSURANCE ADJUSTERS

A. Standard fire policy

Ref.: Standard Fire policy

1. Basic coverages, provisions, and clauses
2. Limitations and restrictions
3. Proof of loss
4. Loss requirements and inventories
5. Appraisal
6. Replacement costs

B. Personal lines coverage

1. Dwelling and contents
2. Homeowners forms/coverages
 - a. Policy provisions
 - b. Replacement costs
 - c. Appraisal
 - d. Special limits of liability
 - e. Proof of loss
3. General property forms
 - a. ISO, HO-2, HO-3, HO-4, HO-5, HO-6

C. Commercial lines coverage

1. Commercial property forms
 - a. Commercial property and buildings
 - b. Causes of loss
2. Commercial Package Policy (CPP)
3. Boiler and Machinery
 - a. Type of equipment
4. Businessowners policy
5. Cargo

D. Inland Marine

1. Definitions
2. Policies
 - a. Personal floaters
 - b. Commercial floaters
 - i. Installation floaters
 - c. Commercial inland marine

E. Ocean Marine

1. Protection and Indemnity (P&I) clause
2. Collision ("running down") clause
3. Average
4. General average
5. Particular average

F. Additional coverages, exclusions, and extensions

1. Business Interruption
2. Time Element
3. Law and Ordinance exclusion

4. Law and Ordinance coverage
5. Valuable Papers and records
6. Garagekeepers liability
7. Aviation
8. Umbrella
9. Yacht
10. Coinsurance

G. Bonds and Professional Liability

1. Errors and Omissions

II. INSURANCE TERMS AND RELATED CONCEPTS

A. Peril

B. Waiver/non-waiver agreement

C. Insurance, insurance contracts, and insurable interest

D. Estoppel

E. Proof of loss

F. Depreciation

G. Deductible

H. Liability/Limits of liability

I. Valued policy

J. Appraisal

K. Actual cash value, fair market value

L. Robbery

M. Burglary and theft

N. Agreed value

O. Replacement cost

P. Indemnity

Q. Damages

R. Subrogation

S. Other insurance

1. Primary and Excess
2. Pro Rata

T. Arbitration

U. Constructive total loss

V. Loss

W. Salvage

X. Risk

Y. Hazard

Z. Liberalization

AA. Binder

BB. Reservation of rights

CC. Proximate cause

DD. Coinsurance

EE. Occurrence

FF. Cancellation

GG. Nonrenewal

III. POLICY PROVISIONS

A. Declarations

B. Insuring Agreement

C. Conditions

D. Exclusions

E. Appraisal

IV. TEXAS STATUTES AND RULES PERTINENT TO PUBLIC INSURANCE ADJUSTING

All references are to the Texas Insurance Code (Ins.) or the Texas Administrative Code (TAC), Title 28, unless otherwise noted

A. Commissioner of Insurance

Ref.: Ins. 4101.052-.055, 4101.057, 4101.203-.204, 4102.001, 4102.110; TAC § 19.601

1. General powers and duties
2. Examination of records
3. Investigation/hearing
4. Penalties
5. Cease and desist orders

B. Licensing requirements

Ref.: Ins. 4001.252, 4102-.001, .002, 4102.051, 4102.064, 4102.101-.103, 4102.109, 4102.152, 4102.201, 4103.156; TAC § 19.1001-.016; TAC §19.701-713

1. Public Insurance Adjuster
2. Exemptions/exceptions
3. Continuing education
4. License denial, renewal, expiration
5. License termination, revocation, suspension
6. Notification to Department of certain information
 - a. Change of address
 - b. Felony convictions
 - c. Administrative action taken against a license holder

C. Marketing practices

Ref.: Ins. 541.051, 541.062, 542.001-.014; TAC § 21.201-.205, 21.4

1. Unfair/Prohibited trade practices
 - a. Claims methods and practices
 - b. Misrepresentation

D. Public Insurance Adjuster practices, responsibilities, and duties

Ref. Ins. 4102.005, .151, .163; TAC § 19.708, 19.713; General insurance text

1. Unauthorized practice of law
2. Disclosures
3. Consumer rights
4. Ethics