

Title	Kentucky Licensed Business
Purpose	Lloyd's Kentucky will begin issuing notices of noncompliance when required information and documentation is not received by Lloyd's Kentucky within 60 days from the inception date of the risk.
From	Stephen Yates, Senior Manager, International Regulatory Affairs
Date	28/03/2019
Deadline	Immediate
Related links	Kentucky Statute 304.14-120 Filing and approval of forms Lloyd's Market Bulletin Y5075 dated 22 March 2017

As the market will be aware, from previous market communications, certain information regarding Kentucky admitted business is required to be submitted to Lloyd's Kentucky at mail.ky@lloyds.com (please refer to Appendix A of Lloyd's Market Bulletin Y5075 for further details). This information is needed in order to complete regulatory returns and ensure compliance with regulatory requirements. It is therefore of paramount importance that Lloyd's Kentucky receives the required information on any licensed Kentucky placement within the requisite timeframe. It is underwriters responsibility to ensure that the relevant broker submits the required information to Lloyd's Kentucky.

As a reminder, below is a list of the information and documentation required to be submitted to Lloyd's Kentucky. It is recommended that brokers provide or make Lloyd's Kentucky aware of how the required documents can be obtained. **The required information and documentation listed below must be provided to Lloyd's Kentucky no later than 60 days from the inception date of the risk.**

- 1 A copy of the policy, Lloyd's certificate or Market Reform Contract "MRC" including coverage wording and all endorsements applicable for the risk. Please note that policy wordings and endorsements used to document Kentucky risks must be filed with the

Kentucky Department of Insurance **prior** to their use unless there is a specific exemption from this requirement that applies to the risk in question.

- 2 The binding authority number (**including UMR**) referenced on the Declarations page for each authority supporting the placement. **For awareness, Lloyd's Kentucky requires a copy of the binding authority, line slip or MRC at the time of the renewal of the authority. The authority must include syndicate participation. Please make sure the syndicates schedule is "signed down" to their 100% participation.**
- 3 An allocation of the specific Lloyd's Kentucky premium (including policy fees and taxes) **clearly** referenced on the document or by supporting documentation. If multiple authorities are used, premium must be allocated per authority. The name of the invoicing broker for Lloyd's certificates issued pursuant to a binding authority agreement.
- 4 Documentation showing the signature of the Kentucky agent involved in the placement. Please note that policies, Lloyd's certificates or MRC's must be signed by a Kentucky licensed resident or non-resident agent that has been appointed by underwriters at Lloyd's, London. Kentucky licensed business cannot be accepted or recorded unless there is documentation showing the signature of the Kentucky agent involved.

Going forward, Lloyd's Kentucky will begin issuing notices of noncompliance to the appropriate entity when the required information and documentation listed above is not received within the 60 day timeframe. Note that submissions must include all of the required information and documentation and incomplete submissions will be considered noncompliant. Please ensure all relevant coverholders are aware of the requirements and that this is clearly documented. If repeated violations occur or there is a pattern of noncompliance, enforcement action will be taken.

Enforcement action may include withdrawal of appointments for local brokers and prohibiting brokers or underwriters from placing further Kentucky licensed business.

Further Information and Contacts

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