



Western Heritage Insurance Company

Auto Dealers Errors and Omissions Supplemental Application (Complete in addition to the Dealers Application)

Applicant Name: _____

- 1. Errors and Omissions Limits: [] \$25,000 [] \$50,000 [] \$100,000 [] \$300,000 [] \$500,000 [] \$1,000,000

- 2. Deductible: [] \$500 [] \$1,000 [] \$2,500 (Financial Statement Required)

Truth-In-Lending

3. Financing Procedures:

[] In-House..... Percent of sales _____ %

Do you follow Federal, State and Local Truth-in-Lending statutes? [] Yes [] No

Is the auto's title transferred into the customer's name at time of possession?..... [] Yes [] No

Is the dealership listed as the lienholder on the title?..... [] Yes [] No

Do you verify customer insurance coverage?..... [] Yes [] No

Do you perform repossessions?..... [] Yes [] No

If yes:

Is the operation insured under separate cover? [] Yes [] No

Is insurance verified for independent repossessions firms used? [] Yes [] No

[] Dealer Arranges Financing with Outside Firm Percent of sales _____ %

Name and title of staff member arranging financing: _____

Experience of staff member arranging financing: _____

Do you have in-house approval authority?..... [] Yes [] No

Do you follow Federal, State and Local Truth-in-Lending statutes? [] Yes [] No

Do you require final approval prior to releasing the auto?..... [] Yes [] No

[] Customer Arranges Own Financing..... Percent of sales _____ %

Odometer/Damage Disclosure

4. Verification procedures used for odometer/damage disclosure:

[] Carfax or similar industry report on all autos

[] Title search on all autos

[] Vehicle inspection on all vehicles by:

[] In-house mechanic

[] Independently insured mechanic (Certificate of Insurance must be on file)

5. Describe procedures if prior damage or salvage title is discovered: _____

6. Disclosure procedures used:

- Checklist
- Customer written acknowledgement
- Other: _____

Auto Titling

7. Staff member responsible for DMV paperwork: _____

8. Experience of staff member: _____

9. Describe procedure for verification that titles and liens are filed accurately: _____

FRAUD WARNINGS: Attach completed WHI APP-152, State Fraud Notification Compliance form.

APPLICANT'S NAME: _____

APPLICANT'S SIGNATURE: _____ DATE: _____

(Must be signed by an active owner, partner or executive officer.)

PRODUCER'S SIGNATURE: _____ DATE: _____