



4D Training

Binding Authorities Introduction (Construction, operation and management)

Who would benefit?

Staff from underwriting, broking and claims disciplines who are involved with the operation and management of binding authorities.

The course provides a detailed analysis of the procedures and practices of delegated underwriting and claims authorities together with the problems that may arise and potential solutions.

Objective

On completion of the course delegates will understand:

- How the basic legal principles of insurance contracts apply to Binding Authorities
- The roles of the parties involved
- The key clauses in Coverholder Agreements
- How the market is regulated in relation to Binding Authorities
- How claims are managed
- Best practice issues

Content

- Basic contract law
- What is a binding authority, who are the key players involved and what role are they playing
 - Differences between limited, unlimited and prior submit binders
 - Differences between binding authorities, lineslips and consortia
- Why are they used in the market
 - Benefits to underwriters and brokers
- Review of the provisions of the main London Market binding authority wordings
- Impact of Contract certainty on delegated authority business
- How does the London Market regulate binding authority business
 - FCA and Lloyd's
- How do overseas regulators control binding authority business
 - US
 - Other as relevant
- Practical management of the binder
 - FDO signings
 - Regular premium closings
 - Lloyd's requirements for state and FIL splits
 - A & S
- Claims handling
 - Under and over authority claims
 - How data should be presented
 - Loss funds, what they are and how they work
 - Binders and ECF

Duration

One day