



**PERSONAL ACCIDENT INSURANCE AND PERSONAL EFFECTS COVERAGE
(PAI/PEC)
INSURANCE SERVICE AGREEMENT**

WHEREAS, SONORAN NATIONAL INSURANCE GROUP LLC (hereinafter SNIG) has contracted with American International Group (hereinafter AIG) to issue Personal Accident Insurance and Personal Effects Coverage insurance policies for the benefit of various auto rental agency's qualified rental customers, to which AIG has agreed to provide certain Personal Accident and Personal Effects coverage for the benefits of the undersigned auto rental agencies.

WHEREAS, the undersigned Rental Agency is desirous of enrolling its eligible customers in the AIG Personal Accident and Personal Effects coverage program.

NOW THEREFORE, in consideration of the foregoing, and for other good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, the parties hereto agree as follows:

1. Rental Agency agrees to provide a space on the front of each rental agreement and to permit a customer at the time of rental to indicate whether he/she wishes to accept or decline Personal Accident and Personal Effects coverage offered by AIG. Prior to enrollment the format of the rental agreement must be approved by SNIG.
2. Rental Agency agrees to provide each qualified rental customer who agrees to purchase Personal Accident and Personal Effects coverage a copy of the brochure that outlines the specific wording of each policy and the exclusions associated with the policies. SNIG will furnish Rental Agency with an adequate supply of these brochures, and when so requested by Rental Agency.
3. Rental Agency agrees to maintain a supply of claim forms and copies of the Personal Accident and Personal Effects policies at every rental counter location, which offers this coverage. SNIG will furnish Rental Agency with sufficient supply of claim forms, and when so requested by Rental Agency.
4. Rental Agency agrees to place a supply of Personal Accident and Effects Insurance brochures in a prominent place on the Rental Agency's rental counter, which is easily accessible to the Rental Customer.
5. Rental Agency agrees to charge eligible Rental Customers, subject to all applicable state laws, the fair market value of Personal Accident and Personal Effects coverage at the time of rental. This rate may include any and all fees

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7502 E Pinnacle Peak Rd Ste B-210, Scottsdale, AZ 85255

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associated with the administration, management, marketing, filing and licensing of Personal Accident and Personal Effects coverage assumed by the Rental Agency.

6. Rental Agency shall remit to SNIG no later than the 10th day of the following month all premiums collected for Personal Accident and Personal Effects coverage from the previous month.
7. Rental Agency shall utilize and complete Monthly Reporting Forms supplied by SNIG when remitting funds to SNIG and will otherwise prepare and submit all forms as may be necessary to accurately account for all premiums collected by rental agency from rental customers who accept the Personal Accident and Effects coverage.
8. SNIG shall have the right to audit any and all records of the rental agency, which pertain to the Personal Accident and Effects coverage. This includes the right to conduct audits, by location, during ordinary business hours upon reasonable notice.
9. Rental Agency agrees that the coverage afforded under the Personal Accident and Effects policy is defined in the policy. Rental Agency further understands that this coverage applies only in the United States and Canada; this policy does not apply in Mexico. Rental Agency further agrees that it will inform customer of all exclusions listed in the Personal Accident and Effects policy and that coverage will not be in force under the following situations: a) Failure to enroll in the program at the beginning of the rental period; b) Failure of rental customer to pay for charges due under the rental agreement; c) Operation of rental vehicle in violation of the terms and conditions of the rental agreement; d) Renter obtains vehicle by fraud or misrepresentation.
10. Rental Agency agrees to fully comply with all applicable laws governing availability of Personal Accident and Effects coverage to rental customer, and to maintain licenses, permits or certificates as required by state laws.
11. Rental Agency agrees to indemnify and hold SNIG and AIG harmless from any and all costs, damages, expenses, and liabilities including reasonable legal expenses, which may be incurred by SNIG and or AIG as a result of negligent or the willful misconduct of Rental Agency, its employees or officers.
12. This agreement shall continue in force and effect until terminated by either party upon not less than thirty (30) days prior written notice.

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13. Notwithstanding the provisions of paragraph 12 above, SNIG shall have the right to terminate this agreement without prior written notice in the event the Rental Agency shall fail to perform in any material aspect, its obligations hereunder.

14. I understand that this coverage is not for an annual period, but is part of a master policy which will come up for renewal on 3/1/2009.

IN WITNESS WHEREOF, The parties hereto have executed this agreement this _____ Day of _____, 20 _____.

BY: _____
(Corporate Officer Name) (Title)

(Signature)

(Company Name)

(Principal Address)

(Telephone Number) (Fax Number)

(Contact Person)

Please list all additional locations. If more space is needed, please use the reverse side of This acknowledgement indicating such at the bottom of the page:

_____	_____
_____	_____
_____	_____

EFFECTIVE DATE OF PARTICIPATION: _____, 20_____

Complete this form and Return it to:

Sonoran National Insurance Group
7502 E Pinnacle Peak Rd, Suite B-210



Scottsdale, AZ 85255

Approved and accepted by:

Tammy Flosi for Sonoran National Insurance Group LLC (SNIG)