



Division of Insurance

INSTRUCTIONS APPLICATION FOR PRENEED FUNERAL/BURIAL CONTRACT SELLERS

The sale of contracts that provide for funeral, entombment or cremation goods or services in the future is governed by Title 10, Article 15 of Colorado Revised. A firm desiring to engage in this type of preneed sale must have a license from the Division of Insurance.

The following items must be filed and approved by the Division of Insurance before a license will be issued:

1. License application. Please attach your application fee directly to this form.
2. Current balance sheet, income statement and cash flow schedule signed by a certified public accountant or public accountant, evidencing a net worth of at least \$10,000. As an alternative, a bond in the amount of \$10,000 for preneed contract obligations, issued by an insurance company licensed in the State of Colorado, can be submitted. (Bond form included)
3. Certificate of Good Standing issued by the Colorado Secretary of State for all corporations and partnerships.
 - For all entities using a d/b/a in Colorado it will be necessary to submit evidence of filing and acceptance by the Colorado Secretary of State.
 - NOTE: Certificates of Authority issued will reflect the company's name exactly the same as on file with the Secretary of State.
4. Contract form(s) including trust funded contracts and insurance funded contracts along with a specimen life policy used to fund the preneed contract and assignment form.
5. Negotiated trust agreement.
6. Copy of contract with any third-party service provider along with detailed information on services to be provided. (Copies of all General Provider Agreements).
7. Description of the applicant's plan of operations. This should include information on the merchandise and services to be offered, method of marketing the preneed contracts and any prior experience.
8. Submit executed biographical affidavits for ALL owners, officers, directors and key employees, along with a completed fingerprint card for each.
9. Initial Application Fee: \$500.00
10. After the applicant has met all the requirements it will be required to demonstrate its ability to maintain its preneed records in accordance with Colorado statute and regulation.

Send all documents to/or questions relating to licensure of the preneed funeral/burial contract seller to:

Raymond Akers
Colorado Division of Insurance
1560 Broadway, Suite 850
Denver, CO 80202
303-894-7836

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E-mail inquiries to: doi.corporateaffairs@dora.state.co.us

