

## **Tail or Extended Reporting Period**

Extended reporting period (tail) coverage "Tail" or "extended reporting endorsements" cover events that occur while the policy is in force but are reported to the carrier after the policy terminates. Purchasing tail coverage from the present carrier effectively converts the claims-made policy into an occurrence policy.

"Prior acts" (or "nose") coverage transfers the retro-active date for an old policy to a new insurance carrier -- eliminating the need to purchase tail coverage from the last carrier. Nose coverage is usually less expensive than purchasing tail coverage from the old carrier. Tail coverage costs 2-3 times the expiring premium.