



Liability Insurance

Do we need it?

What is the School Societies' Commercial General Liability and Directors' and Officers' Liability Insurance Program?

It is a insurance program that provides non-profit organizations which are affiliated with their individual school and school boards to purchase CGL and D&O insurance at a group rate.

What is General Liability Insurance?

A Commercial General Liability (CGL) policy pays those sums for which you are legally liable resulting from the Bodily Injury or Property Damage to third parties as a result of your activities.

What would our General Liability Policy Cover?

The policy will respond for Bodily Injury or Property Damage to a third party only as long as the accident occurs as a result of the operations of the insured organization and not as a result of personal business of the volunteers. The policy will pay the damages up to the limit of insurance including legal fees incurred in defending the action. Property Damage claims are subject to \$1000 deductible. There is no deductible for Bodily Injury claims.

Who would be Insured under our General Liability Policy?

The organization named in the Insured Clause along with its executive directors and officers, employees and volunteers.

Does our Group need General Liability Insurance?

Coverage is provided by your School Board's insurance as long as your School Council is an unincorporated entity which operates within its mandate under the Alberta School Act. Your school council should not be involved in any activity that is outside its mandate. If you have formed a "Society" under the Societies Act, then you should carry General Liability insurance.

When is our Group not covered?

It is often necessary for groups to incorporate to comply with requirements necessary to obtain access to various fundraising activities. Once your group has incorporated for purposes of fundraising, or for other reasons, the General Liability policy carried by your School Board would not respond to any claims that may arise out of these activities, or other activities that are carried out without the authority of the principal of the school. Any activity performed by a parent group or individual not under direct authority and/or approval from the school is not insured by the school's insurance policy.

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What is Directors' and Officers' Liability Insurance

Directors' and Officers' Liability Insurance (D&O) covers the costs that the Directors' and Officers' of an organization might become legally obligated to pay as a result of damages to another party. However, unlike a general liability insurance policy that covers losses arising from physical injury or property damage, D&O covers only those losses arising from a director's or the board's own 'wrongful acts'.

What is covered under the Directors' and Officers' policy?

Claims (except what is excluded) against the director, officer, board member, employees, and volunteers who are alleged to have committed a "wrongful act". A wrongful act can be a breach of duty, neglect, error, mis-statement, misrepresentation or any other act while discharging their duties as a director of the non-profit organization. Coverage is for defense costs and damages awarded.

Does our Group need Directors and Officers' Liability Insurance?

Despite their commitment to countless causes and organizations, many board members may be unaware of the legal ramifications of their volunteer work and the possibility that they may be held personally liable. This applies to all non profit organizations including clubs, associations, societies, leagues, committees and charities. Directors' and Officers' Liability Insurance protects the volunteer board member in the event the Board is legally obligated to pay as a result of damages to another party.

What isn't covered under the Directors' and Officers' policy?

All policies are subject to exclusions and you should refer to the policy wording at all times. In brief, coverage is not subject to claims arising from bodily injury, property damage, breach of a contract (unless it is an employment contract), professional services, fraudulent or dishonest acts, insured vs. insured (director suing another director) and also any fines, penalties, etc. are not covered.

Program - Limits and Premiums:		
OPTION 1Premium	OPTION 2Premium	OPTION 3Premium
Covers all events for policy term to October 1, 2010:	Covers all events and your Directors and Officers for policy term to October 1, 2010:	Time-On-Risk Policy (Per Event):
<ul style="list-style-type: none"> \$1,000,000 Limit \$400 \$2,000,000 Limit \$590 	<ul style="list-style-type: none"> \$1,000,000 Limit \$715 \$2,000,000 Limit \$865 	<ul style="list-style-type: none"> \$1,000,000 Limit \$140 \$2,000,000 Limit \$190

Crime Coverage

The Crime Limit noted below refers to a maximum limit for money/securities in your possession at any one time. An overnight limitation of \$250 applies to money/securities not kept in a locked safe. Crime coverage is included under all three program options.

- Crime Limit:** \$25,000 included in Options 1, 2 and 3
- Crime Limit Options:**
 - \$ 50,000 add \$35
 - \$100,000 add \$50

For more information, contact

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