

FACILITY USER GROUP AND EVENT INSURANCE— INSURANCE FAQs

Why is this Facility User Insurance program being introduced?

Most facilities you rent require all renters/users provide proof of specific amounts of liability insurance coverage when booking a facility. Obtaining liability insurance can be time consuming and expensive; this program is designed to provide an affordable and easy option to purchase the insurance coverage required.

What is Liability insurance?

Liability insurance is designed to protect an individual or organization against third party claims for bodily injury or property damage, which protects their legal responsibility arising out of a negligent act or failure to act. Any individual involved in your activity can claim liability against you for damages as a result of any injury or loss. Liability insurance is designed to protect against the expense of defending a civil action as well as the court award or settlement if you are found negligent.

Why Liability Insurance?

No matter how careful you are, accidents can happen. As the host or organizer of an event or sporting activity, you can be sued by anyone who claims to have been injured or suffered property damage resulting from your activities. You may not be responsible (liable) but you will need to be defended in court. A Liability policy pays for this defence as well as compensatory damages. In short, transferring your risk to a liability insurance policy provides you the opportunity to run your activity with peace of mind.

Does my homeowner's insurance policy protect me?

It may or may not protect you. This must be discussed with your insurance representative as coverage can vary between insurers. If it does cover you, then your homeowner's insurance company must issue the mandatory insurance certificate form, see "What if I have the Required Insurance / Insurance Certificate", naming the facility owner and/or municipality as an Additional Insured. Ensure you fully discuss the pros and cons of this with your insurance representative.

I belong to an 'Association'; do I already have liability insurance coverage?

You may or may not. Ask the insurance broker who provides coverage to your association. If you are covered, they should be able to complete the "Required Certificate of Insurance Coverage Form" showing the facility owner or municipality as an "Additional Insured". The majority of large Provincial or National organizations have the proper coverage in place. However, when their coverage falls short, this program is a viable option to most renters.

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What Insurance Limits am I insured for under the Facility User Group and Events Program?

Under this Liability Insurance Program, you have a \$5,000,000 limit per occurrence for Bodily Injury and Property Damage claims, subject to sub-limits and aggregate limits contained within the policy.

What is my deductible under the Facility User Group and Events Insurance Program?

A deductible of \$1,000 applies per occurrence, but only with respect to Property Damage Liability, Tenant's Legal Liability and Legal Liability for Damage to Hired vehicles. There is no deductible applicable to third party Bodily Injury claims.

Does the coverage provided under the Facility User Program provide property coverage to our own or leased property?

NO, this policy provides liability coverage if you are negligent in damaging a third party's property. Your own or leased equipment or contents needs to be insured separately.

Can I purchase additional coverage under the program for our own or leased property used for our event?

NO, additional property coverage is not offered under this program.

What if the cost of my defence and the legal award found by the courts is greater than the liability limit I had through the Facility User Program?

Any amount over the liability limit purchased is the organization or event organizer's responsibility. The coverage offered under the Facility User Program is \$5,000,000 for events and sporting activities. This limit is required by many facility owners and/or Municipalities, but in no way reflects a recommendation on the limit of coverage. It is up to the organization or individual whom has the intimate knowledge of the risks associated with their event or activity to decide the limit of insurance coverage necessary to protect them.

Can I purchase higher liability insurance limits through the Facility User Program?

NO, the limits of coverage provided through this program cannot be increased per event unless stipulated on the rate sheet.

Does this policy extend to other events or locations, besides the subject permit rental?

NO, this policy is designed to protect you for permitted events on either the facility owner or municipality that endorses this program. If you have this outside exposure, then you should be purchasing separate coverage for activities taking place outside of those properties.

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What is my responsibility when I have a claim or incident that could lead to a claim?

Please report all losses to incomingipg@ipgclaims.com and PSclaims@ipgclaims.com as soon as possible, but within 24 hours.

Who is responsible for the deductible payment?

The deductible is the responsibility of the Facility User, not the municipality.

What if I was unaware of an incident and sometime afterwards became aware or was served with a legal action well after the event?

This can happen since third parties have up to 2 years to file a claim for negligence causing bodily injury or damage to their property. The insurance company will investigate the circumstances to verify why the claim was not previously reported. If they find you did not have prior knowledge of a claim and was not aware of any circumstances that may lead to a claim, then coverage and defence should apply.

If I require further information or have questions with regards to coverage, who do I contact?

Contact the insurance broker at Events.Service@marsh.com.

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