

INSURANCE



U.S. ROTARY CLUB & DISTRICT LIABILITY INSURANCE PROGRAM

July 2022

Risk Management



OVERVIEW

The following are topics to be discussed during the presentation to help you better understand the insurance coverage provided.

Note: Throughout the document “Club” refers to Rotary and Rotaract clubs, and Districts. “Members” includes Rotarians and Rotaractors.

Overview:

- What is the Program?
- Who is Covered?
- What Insurance Coverages Are Provided?
 - General Liability
 - Directors & Officers / Employment Practices Liability
- Insurance Exclusions & Limitations
- Incident Reporting
- Resources

WHAT IS THE PROGRAM?

The U.S. Rotary Club & District Liability Insurance Program (“Program”) provides general liability (GL) and directors & officers / employment practices liability (D&O/EPL) insurance coverage to active U.S. Rotary and Rotaract clubs and districts (subject to policy terms and conditions).

The Program is financed by members via insurance assessments on the July Club Invoice (annual charge in July) and Rotaract Club Invoice (beginning in January 2023).



WHAT COVERAGES ARE PROVIDED?

Understand General Liability and Directors & Officers/Employment Practices Liability Coverages

GENERAL LIABILITY

The Program provides general liability insurance coverage to all active U.S. Rotary and Rotaract clubs and districts for their liability arising out of bodily injury and property damage to a third party, subject to policy terms and conditions.

Coverages under General Liability:

- Bodily Injury and Property Damage
- Sexual Misconduct Liability (SML)
- Liquor Liability
- Non-Owned / Rented Auto Liability
- Medical Payments (Med Pay)
- Personal and Advertising injury which includes copyright infringement

GENERAL LIABILITY

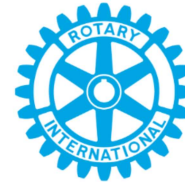
WHAT ENTITIES ARE COVERED?

- Rotary Clubs
- Rotary Districts
- Rotaract Clubs

and also ...

- Rotary Club Foundations
- Rotary District Foundations
- Interact Clubs
- Rotary Community Corps
- Certified Youth Exchange Organizations
- Rotary Youth Leadership Awards (RYLA)
- President-elect Training Seminars (PETS)

Interact




Rotaract



rotary
youth
exchange

GENERAL LIABILITY WHO IS COVERED?

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A photograph of two women at a construction site. The woman on the left is wearing a purple jacket and sunglasses, carrying two long wooden planks. The woman on the right is wearing a dark blue long-sleeved shirt with the Rotary logo and dark pants, gesturing towards the right. They are standing in a narrow alleyway between buildings under construction. The background shows a multi-story building and a green utility shed.

General Liability covers members and volunteers, as insureds, with respect to their liability for acts within the course and scope of their duties on behalf of a Rotary club, Rotaract club, or district.

SEXUAL MISCONDUCT LIABILITY (SML)

The Program provides Sexual Misconduct Liability coverage on a claims-made basis to protect Clubs from claims arising out of alleged sexual misconduct. Sexual misconduct means sexual molestation, including but not limited to, any unwanted sexual involvement, sexual conduct or sexual contact.

Claims-made coverage is limited to claims and incidents that are timely reported during the policy period. This means that any sexual misconduct incidents must be immediately reported to RI Risk Management – even if you do not anticipate a claim arising out of the incident.

BODILY INJURY & PROPERTY DAMAGE

General Liability insurance protects Clubs against liability claims for bodily injury to a third party and damage to a third party's property, subject to policy terms and conditions.





LIQUOR LIABILITY

The Program provides liquor liability for bodily injury or property damage to a third party arising from the selling, serving, or furnishing of alcoholic beverages, subject to policy terms and conditions.

If a liquor license is required, you must have the liquor license in place or liquor liability will not be provided.



NON-OWNED & RENTED AUTOS

The Program provides **excess** liability coverage for the use of hired, leased, borrowed, or non-owned autos, above any other valid and collectible insurance on the auto.

When a trailer is attached to a vehicle, the vehicle owner's insurance is primary.

MEDICAL PAYMENTS

This coverage pays for medical expenses incurred by a third party for an injury sustained while not admitting fault.

The Program excludes medical payments for persons injured while practicing, instructing or participating in any athletic events or activities.



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PERSONAL & ADVERTISING INJURY

Personal and Advertising injury includes copyright infringement in your “advertisement”. “Advertisement” means a notice that is broadcasted or published to the general public including material placed on the internet.

DIRECTORS & OFFICERS LIABILITY (D&O)

Provides coverage for claims made against Club directors and officers for liability arising out of the performance of their duties, such as allegations of mismanagement of funds or failure to enforce bylaws.

EMPLOYMENT PRACTICES LIABILITY (EPL)

Provides coverage for claims arising out of Club employment-related practices.

Does not cover bodily injury or property damage.

D&O/EPL

WHO IS COVERED?



Director

Trustee

Officer

Members

**Committee
Member**

Employee

D&O/EPL

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Interact



Rotaract



rotary
youth
exchange



NO CRIME INSURANCE COVERAGE

There is no crime insurance coverage under the Program. This can also be referred to as a Fidelity bond.

If your Club has a foundation and elects to obtain a Fidelity bond, include crime coverage for the foundation as well as the Club.

COVERAGE TERRITORY

Worldwide, BUT:

- General Liability – claim must be brought or lawsuit must be filed in the U.S., its territories and possessions, or Canada
- D&O/EPL – only where legally permissible



EXCLUSIONS & LIMITATIONS

What are common policy restrictions?

EXCLUSIONS & LIMITATIONS

Exclusions & Limitations under the General Liability Policy:

- Exclusions
 - Communicable Disease
 - Childcare and Eldercare
 - Aircraft
 - Property
- Limitations
 - Events drawing more than 25,000 attendees
 - Construction projects where the value of materials (donated or purchased) is \$50,000 or more
 - Firework displays



COMMUNICABLE DISEASE - EXCLUSION

The Program does not provide coverage for any injuries, claims, costs or damages arising out or resulting directly or indirectly, in whole or in part from a communicable disease (including COVID-19).

If your Club is presented with a claim, it should still immediately be reported to RI's Risk Management Department.



CHILDCARE & ELDERCARE - EXCLUSION

- Designated Services or Operations Exclusion
- The Program excludes childcare services performed at a licensed childcare facility owned, rented, or managed by a Club.
- The Program excludes eldercare services performed at an adult day care center or assisted living facility owned, rented, or managed by a Club.

AIRCRAFT - EXCLUSION

The Program does not provide coverage for any claims arising out of the use of aircraft.

Aircraft includes, but is not limited to:


- Spacecraft
- Satellite
- Hot Air Balloon
- Drone
- Helicopter
- Missile



PROPERTY COVERAGE - EXCLUSION

The Program does not provide any property coverage. This includes property owned by or in the care of a Club, or loss of property due to theft or embezzlement.





EVENTS DRAWING MORE THAN 25,000 ATTENDEES - LIMITATION

Your Club is required to purchase a primary general liability policy (that includes coverage for all of your event's risks) with a minimum limit of \$1M per occurrence / \$2M aggregate including liquor liability if applicable to your event.

CONSTRUCTION PROJECTS - LIMITATION

A photograph showing several construction workers in a wooded area, working on the wooden frame of a building. One worker in the center is reaching up to adjust a beam, while others are visible around the structure. The scene is outdoors with trees in the background.

Where the value of materials is \$50,000 or more, your Club must purchase a primary general liability policy with minimum limits of \$1M per occurrence up to the project cost including products liability and completed operations for five years.

FIREWORK DISPLAYS - LIMITATION

When your Club signs an agreement with a pyrotechnic firm, your Club must purchase a primary general liability policy with a minimum limit of \$5M per occurrence/aggregate. In addition, your Club must require the pyrotechnic firm to carry a limit of \$5M per occurrence/aggregate.



INCIDENT REPORTING

What should your Club do when an incident happens?



INCIDENT REPORTING INFORMATION

What to do if you are notified of an incident/claim or lawsuit

- Report to RI's Risk Management Immediately
- Obtain and complete an Incident Report Form

RESOURCES

Where should you go to obtain more information about the Program?

WELCOME TO US ROTARY CLUBS AND DISTRICTS INSURANCE PROGRAM COMMUNITY



RESOURCES

- Gallagher (insurance broker)
 - Gallagher Insurance Website: <https://rotary.ajg.com/>
 - Toll Free: 1-833-3ROTARY
1-833-376-8279
 - Email: rotary@ajg.com
- RI's Risk Management Department
 - Email: insurance@rotary.org
claims@rotary.org
 - E-mailings from Risk Management to Club officers and officers-elect throughout the year

GALLAGHER INSURANCE WEBSITE

<https://rotary.ajg.com>

Username: rotary@ajg.com

Password: rotarian1

What is available on the Portal?

- Certificate of Insurance
- Summary of Coverage
- Loss Prevention Strategies
- Incident Forms
- And more!

The website is accessible via mobile devices

rotary@ajg.com

.....|

Login

Need Help?

Rotary@ajg.com

1-833-376-8279

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Presentation was prepared by Rotary International's Risk Management Department.

QUESTIONS

Please contact:
insurance@rotary.org

Nothing in this presentation shall be construed to extend, alter, vary, or waive any of the provisions of the actual insurance policies.

While information may be presented to help explain coverage, it does not alter or change how the insurance policy will apply in the event of a claim.