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# COMMERCIAL GENERAL LIABILITY

**The Commercial General Liability Policy** provides liability coverage for Bodily Injury, Property Damage, Personal and Advertising Injury, and Employee Benefits Liability.

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**Bodily Injury and Property Damage (BI/PD)** covers bodily injury or property damage to others arising out of nonprofessional negligent acts or liability arising out of the bank's business operations.

- **Standard limits are \$1,000,000 Combined Single Occurrence Limit/\$2,000,000 aggregate.**

**Personal and Advertising Injury Liability (PI/AI)** protects the bank against liability from allegations such as:

- Libel
- Slander
- False arrest
- Infringing on another's copyright
- Malicious prosecution
- Use of another's advertising idea
- Wrongful eviction, entry or invasion of privacy

**Standard limits are \$1,000,000 per occurrence/\$2,000,000 aggregate.**

**Medical Payments** helps protect the bank by covering medical costs if a non-employee is injured on the bank's premises and needs medical treatment. Coverage includes payments necessary and reasonable medical, surgical, ambulance, hospital, and professional nursing and funeral expenses. Coverage can be triggered without legal action, providing prompt settlement of smaller medical claims without litigation. Unlike BI/PD or PI/AI coverage, there is no defense or legal liability coverage since this is provided on a no-fault basis. **Standard limits are \$5,000 or \$10,000.**

**Employee Benefits Liability** is usually provided on a claims-made basis and protects the employer for any errors or omissions in the administration of an employee benefit program, such as failure to advise an employee of an available benefits program. **Limits are \$1,000,000 per employee/\$3,000,000 aggregate.**

**Damage to Premises Rented to You** covers fire damage caused by the bank to a building where the bank is a renter/tenant. **Standard General Liability limits of \$100,000 are increased to \$1,000,000.**

## COVERAGE FEATURES

- **Blanket Additional Insureds** grants Insured status to any person or organization that the Named Insured is required by written contract, including a lease, to include as an insured.
  - **General Aggregate Limit** provided on a per location basis.
  - **Broad Definitions** provided for:
    - **Bodily Injury** which includes mental anguish, mental injury, emotional distress, shock, fright and incidental medical malpractice.
    - **Personal Injury** which includes unintentional humiliation or discrimination that is not employment related.
  - **Subsidiary** includes all entities where the Financial Institution has an ownership or financial interest of 50% or more at policy inception.
  - **Newly Acquired Coverage** for foreclosed and trust properties is provided up to 30 days and up to 180 days for all other newly acquired or created organizations.
  - **Blanket Waiver of Subrogation** prohibits an insurance carrier from recovering money it paid on a claim from a negligent third party. Coverage only applies if there is a written contract requiring such waiver and the contract was executed prior to any loss involving that third party.
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## COVERAGE FEATURES, continued

- **Incidental Medical Malpractice** covers bodily injury due to negligent rendering of or failure to render medical services to persons by any medical practitioner who is employed by the bank.
- **Supplementary Payments** are provided for:
  - **Automated Teller Machines** up to \$1,000 if a customer's vehicle is damaged as result of hitting an ATM, without any requirement to prove negligence on the bank's part.
  - **Bail Bonds** up to \$5,000 if required because of accidents or traffic law violations.
  - **Loss of Earnings** up to \$1,000 per day for assisting us in investigating or defending a claim.
- **Unintentional Failure to Disclose Hazards** covers existing hazards at policy inception that the bank unintentionally failed to disclose.
- **Bodily Injury to Co-employee** removes the exclusion related to employee injuries caused by the unintentional actions or negligence of another employee.

## CLAIM EXAMPLES

- **Bodily Injury** | *A bank customer slips and falls in the parking lot due to a pothole. The bank is found negligent and liable for \$300,000 in customer medical expenses.*
- **Property Damage** | *A windstorm blows a dumpster on the bank's property into a customer's car and causes minor damage.*
- **Personal/Advertising Injury** | *A bank employee makes disparaging statements about a nearby competitor. The bank is found liable as a result of the employee's slanderous remarks.*
- **Medical Payments** | *A customer trips and falls due to their own clumsiness, with no negligence on the part of the bank, and sustains injuries. To avoid the expense of a lawsuit, the bank's insurance company elects to make a small medical payments settlement as a goodwill gesture.*