

What Insurance Coverage Do We Have?

In 2005 ENA developed an insurance program for State Councils. This means that every State Council has **Directors and Officers (D&O)** coverage. Every state, except for Alaska and Hawaii also has **General Liability and Fidelity Bond (GL) coverage**

National ENA administers the program for you. We will be happy to answer any questions about coverage and will assist you with claims, should any arise. We also encourage you to contact us if you need a certificate of coverage for meetings or events you are holding at a hotel or other facility.

What is D&O?

D&O protects the organization from a claim made against the directors/officers for a wrongful act, which can be an error, misstatement, misleading statement, act or omission, neglect or breach of duty. This policy basically covers directors/officers who are acting in accordance with policies and procedures of the State Council.

What is GL?

GL protects the organization from a claim related to bodily injury or property damage. The fidelity portion protects money and securities from mismanagement, fraud, forgery, theft, or disappearance.

Does each State Council have an individual policy?

For D&O, there is one master policy which includes all 50 State Councils. The coverage is provided by the Philadelphia Insurance Co.

For GL, there are 48 separate policies (Alaska and Hawaii will have different arrangements). However, the individual policies will be included in one master invoice administered by National ENA. The coverage is provided by the Hartford Insurance Co.

What is the total estimated annual premium cost for this plan?

The total annual premium is about \$45,000. National ENA paid the entire premium for the first year, May 2005- May 2006 and has paid for subsequent years.

What is the level of coverage provided?

For D&O:

- ✓ Combined liability limit - \$5,000,000 with a \$5,000 deductible per claim.
- ✓ Sublimit for antitrust - \$150,000.
- ✓ The limit of liability available to pay judgments or settlements will be reduced by amounts incurred for legal defense. Amounts incurred for legal defense will be applied against the deductible.

For GL:

- ✓ Liability limit - \$1,000,000 per state with no deductible.
- ✓ Fidelity limit - \$20,000.
- ✓ Business personal property (examples are laptops, banners, booths) - \$10,000.

Is State participation required? Are chapters included?

State participation is required. We were able to get underwriting for the program based on all-inclusive participation.

Chapters which are independent of the State Council in any way are not included in this plan. Including them at this time would result in an unaffordable premium.