

## ASSOCIATION PROFESSIONAL LIABILITY

### 1. Who is covered?

Directors, officers, employees, volunteers, trustees, the organization and its subsidiaries are covered. The types of liability covered by the policy exist not only for the organization, but also for those who run it. It is very important to recognize that the board of directors, officers and employees of the organization may have personal liability for many of the covered actions and that personal assets may be attached as a result of an adverse judgment. It will also pay costs to defend the individual(s) and or the organization for covered "wrongful acts".

### 2. What is covered?

Coverage is for wrongful acts committed by a covered party or group of covered parties while acting within the scope of their duties to the organization.

A wrongful act is an:

- A. Act
- B. Error
- C. Omission
- D. Misstatement or misleading statement
- E. Neglect or breach of duty

#### Typical Examples:

- A. Management of Funds (Not Benefit Plans)
- B. Management of the affairs of the organization
- C. Employment Practices
- D. Publisher's liability (limited)
- E. Libel, slander, or defamation

#### Examples of what is not covered

- A. Bodily injury or property damage
- B. Insured gaining profit or advantage not legally entitled to
- C. Willful violation of a statute
- D. Sexual/Physical Abuse
- E. Claim brought by one insured against another except wrongful termination
- F. Fiduciary liability as regards employee benefit or pension plans (available separately)

See the policy form for specific details of coverage.