

BUSINESS INSURANCE

As the ongoing COVID-19 pandemic continues to test organizations' resiliency, it is important to understand how your business might be at risk. As always, it is important to carefully review the specific language of your insurance policies to determine the extent of coverage available for the impact of coronavirus. Should you have questions or wish to have a policy review consultation, Risk Cooperative is able to assist. Please contact our dedicated team for support.

Policies & Considerations



Event Cancellation:

MOST POLICIES EXCLUDE OR GREATLY LIMIT COVERAGE FOR COMMUNICABLE DISEASE

- If communicable disease is not excluded by your policy, it is still important to read the fine print to determine what limitations may apply.
- Carriers will probably seek to exclude COVID-19 from new policies, and large claims numbers may cause the market to tighten. Your broker can advise you on what coverages may be possible.



Travel Insurance:

FEAR AND PANDEMICS ARE NOT COVERED

- Provides coverage for business and personal trips, emergency medical treatment, evacuation, and trip cancellation or curtailment.
- Some coverage for COVID-19 cancellations are possible with "Cancel For Any Reason" upgraded policies purchased in advance
- Airlines and hotels may waive fees for rescheduled travel



Business Interruption:

MOST POLICIES SPECIFICALLY LIMIT COVERAGE FOR BACTERIA AND VIRUSES

- Covers loss of revenue due to an interruption to business operations, supply chains and key vendors.
- Policy language is often ambiguous.



General Liability:

ENVIRONMENTAL EXCLUSIONS MAY ALLOW AN INSURER TO DENY COVERAGE

- Many policies also specifically exclude communicable disease.



Directors & Officers / Errors & Omissions:

MAY BE TRIGGERED WHEN NEGLIGENT RESPONSE IS SUSPECTED

- Shareholders may sue in cases when the business failed to take appropriate actions to prevent losses.



Pollution Legal Liability:

OFTEN COVERS VIRUSES AND BACTERIA

- These policies may still have exclusions for communicable disease.