INSURANCE PROGRAM PROPOSAL

MAY 1, 2015 TO MAY 1, 2016

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Pearson Dunn™ INSURANCE INC.

P3 Sport™

People. Property. Positive Image.

The insurance program for Hike Ontario provides coverage to Hike Ontario as the provincial association. Coverage is available on a buy-in basis to member clubs who have applied and been accepted for coverage.

"Member" means any member, temporary player or other person actively engaged in and appropriately registered (has paid the insurance premiums) and is in good standing with all requirements of Hike Ontario.

"Sanctioned Activities" shall mean one which is approved by **Hike Ontario**.
Sanctioning is the mechanism that confirms an activity is part of the association's scope and thus covered by the insurance program.

Activities Covered

- Hiking Activities
- Member Training Events
- Sanctioned Non-Hiking Activities
- Trail Maintenance/Trail Building
- Open Houses
- Membership Meetings
- Fundraisers
- Certification Programs
- Promotion of Sport
- Publication of Newsletters
- Annual Awards Ceremonies/Wind up Banquets

***Please note, "Special Events"** run by member clubs, can be considered for coverage under Hike Ontario's Liability Insurance Policy. Such events must be **approved by Hike Ontario** and underwritten by Pearson Dunn Insurance Inc. on a "case by case" basis. Additional premium will apply.

This **Comprehensive General Insurance Program** is administered by;
Pearson Dunn Insurance Inc. & **Underwritten by Sutton Special Risk**.

The **Insurance Program** features the following coverages;

- Commercial General Liability/per occurrence
- Errors & Omissions Liability/any one claim
- Directors' & Officers' Liability/any one claim

The **Commercial General Liability Coverage** will pay those sums that the insured becomes legally obligated to pay as compensatory damages because of bodily injury to or damage to property of others, such as spectators, passers-by, property owners and others resulting from your operations or actions. Coverage includes your legal liability for injury to participants. The coverage provided, also includes Injury to Participants that result from your association, member clubs, or individual members negligence.

The Policy even includes at no additional cost, **Additional Insured's,** such as Municipalities, Government Departments, Sponsors and Owners of the Facilities in whose name you have agreed to provide insurance for their vicarious liability arising out of your operations.

Errors & Omissions Liability Coverage protects the insured for negligent acts, errors or omissions whenever or wherever committed or alleged to have committed in connection with the sport. This section of coverage is written on a "**claims made**" wording which states that a claim must be made against the insured during the policy period. In the event of any occurrence likely to result in a claim under this Insurance, IMMEDIATE NOTICE should be given to the insurer.

Directors' & Officers' Liability Coverage protects the insured's Directors' & Officers', Executives, Employees and Volunteers for compensatory damages as a result of their wrongful acts. "Wrongful Act" shall mean any actual or alleged breach of duty, breach of trust, neglect, error, misstatement, misleading statement, omission, breach of warranty of authority or other act done or attempted by the Directors or Officers of the Corporation, Sports Club, Sports League, or Sports Association, or any other matter claimed against them solely by reason of their status as Directors or Officers. This section of coverage is written on a "**claims made**" wording which states that a claim must be made against the insured during the policy period. In the event of any occurrence likely to result in a claim under this Insurance, IMMEDIATE NOTICE should be given to the insurer.

GENERAL LIABILITY/ERRORS & OMISSIONS INSURANCE DETAILS

Who is Insured?

Hike Ontario and All Registered Members who have purchased the applicable Insurance Coverage under **Hike Ontario's Insurance Program** including:
Directors, officers, participants, trainers, officials, employees, executives, managers, coaches and volunteers while acting within the scope of their duties.

SUM INSURED: $5,000,000 Commercial General Liability/Any one occurrence

SUM INSURED: $1,000,000 Errors & Omissions Liability/Any one claim
$1,000,000 Aggregate Limit/Any one period of Insurance
DEDUCTIBLE: $1,000

POLICY NUMBER: PCAN99/0476080
POLICY PERIOD: May 1, 2015 to May 1, 2016
UNDERWRITTEN BY: Sportscover Syndicate 3334 at Lloyd's

POLICY EXTENSIONS:

- Participant Liability Coverage
- Premises, Property and Operations - $5,000,000
- Occurrence basis broad form property damage - $5,000,000
- Products and Completed Operations - $5,000,000
- Tenants Legal Liability - $5,000,000
- Incidental Medical Malpractice - $5,000,000
- Cross Liability - $5,000,000
- Host Liquor Liability - $5,000,000
- Personal Injury/Advertisers Liability - $5,000,000
- Non-Owned Automobile - $5,000,000
- Voluntary Medical Payments, any one person - $5,000, any one accident - $25,000
- Additional Insured's

DIRECTORS AND OFFICERS LIABILITY INSURANCE DETAILS

Who is Insured?

Hike Ontario and Member Clubs who have purchased the applicable Insurance Coverage under Hike Ontario's Insurance Program. "Insured" shall mean any natural person who was or now is or may hereafter become a director, secretary, executive officer or Employee of the Corporation, or other functional equivalent in the sports club, sports league or sporting association specified in the Policy hereto by whatever named called and whether or not validly appointed to occupy or duly authorize to act in such position; or, any Director or Officer being a natural person and who by virtue of any applicable legislation, is deemed to be a Director or Officer of the Corporation.

SUM INSURED: $2,000,000/Any one claim
$2,000,000**/**Aggregate Limit/Any one period of Insurance
DEDUCTIBLE: $1,000

POLICY NUMBER: PCAN99/0476081
POLICY PERIOD: May 1, 2015 to May 1, 2016
UNDERWRITTEN BY: Sportscover Syndicate 3334 at Lloyd's

Insuring Agreement:
The Insurer will pay on behalf of the Directors and Officers any Loss which the Directors and Officers may become legally obligated to pay and for which they may not be legally indemnified by the Corporation or Sports Club, Sports League or Sports Association specified in the Declarations hereto as a result of any Claim, by reason of any "**Wrongful Act**" committed by them in their capacity as a Director or Officer, first made against them jointly or severally during the Policy Period and notified to the Insurer during the Indemnity Period.

"Wrongful Act" shall mean any actual or alleged breach of duty, breach of trust, neglect, error, misstatement, misleading statement, omission, breach of warranty of authority or other act done or attempted by the Directors or Officers or any of them in the discharge of their duties solely in their individual or collective capacity as Directors or Officers of the Corporation or Sports Club, Sports League or Sports Association specified in the Declarations hereto or any matter claimed against them solely by reason of their status as Directors or Officers.

Highlights of Coverage

▪ **$5,000,000** Commercial General Liability/per occurrence	▪ **Territorial Limits mean:** (a) Canada (b) Elsewhere in the world in respect of: (I) Any act or omission occurring within Canada; (ii) Acts or omissions of persons normally resident in Canada, but temporarily engaged in the business outside Canada; (iii) Bodily Injury or Property Damage caused by Products
▪ **$1,000** Property Damage & Bodily Injury Deductible	▪ **$1,000,000** Errors & Omissions Liability/Any one Claim/Aggregate Limit Any One Period of Insurance
▪ Participant Liability included	▪ **$5,000,000** Incidental Medical Malpractice (Non-Professionals)
▪ **$5,000,000** Non-Owned Automobile Liability	▪ **$5,000** Voluntary Medical Payments *(Third Party)* Any one Person/$25,000 Any one Accident
▪ **$5,000,000** Personal Injury/Advertisers Injury Liability	▪ Sponsors, Government Departments, Municipalities as additional insured's ▪
▪ **$5,000,000** Premises, Property and Operations Liability	▪ Host Liquor Liability for annual awards ceremonies and wind up banquets
▪ **$5,000,000** Tenants Legal Liability	▪ Cross Liability Clause Included
▪ **$5,000,0000** Products & Completed Operations Liability/Aggregate Limit	▪ **$2,000,000** Directors & Officers Liability/Any one Claim/Aggregate Limit Any One Period of Insurance

The description of coverage contained herein is not complete, and reference must be made to the actual terms and conditions of the applicable policy forms

Sportscover Syndicate 3334 at Lloyd's

Description of Liability Coverages

• **Participant Liability** - This coverage protects the insured from bodily injury or property damage in the event that an injured athletic participant files a lawsuit.

• **Voluntary Medical Payments** - Reimburses others *(third party)* for their medical expenses if they are injured as a result of your activities.

• **Blanket Tenants Legal Liability** - Provides coverage for your legal responsibility for damage to premises that you rent in the course of your activities.

• **Non-Owned Automobile Coverage** - Protection against legal liability arising from an auto accident when someone is driving their own vehicle on the association's behalf.

• **Personal Injury** - Coverage against libel, slander.

• **Advertisers Liability** - Will protect the insured in the course of advertising your goods, products or services.

• **Incidental Medical Malpractice** - Protection for rendering first aid to an injured person by a non-medical professional in the course of your activities.

• **Cross Liability Clause** - This clause allows for additional insured's to sue, if necessary within the policy.

• **Premises, Property and Operations** - This provides coverage for the insured that is responsible in the scope of their operations for premises and property to which they have control over. It covers an insured for liability claims of bodily injury to members of the public while they are on the insured's premises or protects the insured in case you cause an accident that result in damage to the property of others.

• **Products and Completed Operations** - This is simply a broader form of liability coverage normally associated with manufacturers and business.

• **Blanket Contractual** - This provides coverage for the insured when he/she signs a contract, which stipulates the legal responsibility of the insured.

• **Occurrence Basis Property Damage** - Again, this is just a broader type of coverage. Occurrence happens over a period of time, whereas, an accident wording is sudden and accidental.

•**Errors & Omissions –** This coverage protects the insured for negligent acts, errors or omissions whenever or wherever committed or alleged to have committed in connection with the sport.

• **Directors & Officers Liability -** This coverage protects the directors and officers of an organization itself, to cover damages or defense costs in the event they suffer such losses as a result of a lawsuit for alleged wrongful acts while acting in their capacity as directors and officers for the organization.

COVERAGE	DEDUCTIBLE	PREMIUM
$5,000,000 Commercial General Liability/per occurrence	$1,000	$2.79 per member Day hiker flat charge = $500
$1,000,000 Errors & Omission – aggregate any one period of insurance	$1,000	
$2,000,000 Directors & Officers /per occurrence & aggregate any one period of insurance	$1,000	$910 charge for Hike Ontario $150 per club
Total		**$tbd**

Remarks

- Insurer has added an Excluded Activities list. These activities are not covered. See next page for a list fo the excluded activities.
- Clubs to provide completed questionnaire for review by underwriters.
- Additional pricing may apply to non-hiking activities on a per club per activity basis – information from clubs who indicated Special Events must be reviewed by the insurer before it can be confirmed if activities are included or if additional premium required.
- Premiums are subject to 8% tax
- Clubs can be added mid-term

See next page for policy requirements.
See next page for excluded activities list.

ExclusionedActivities:

Coverage is not provided for the following activities

- **Horseback riding**
- **Dog-sledding**
- **Any activity involving the use of a motorized vehicle**
- **Off road mountain biking through wooded trails**
- **Kayaking – Class III rapids or higher**
- **Rock climbing**
- **Fireworks demonstrations**
- **Zip-lining**
- **Water skiing**
- **Alpine skiing**

Policy Requirements

The insurance policy has the following requirements/ warranties that must be met in order for coverage to respond.

- Radios and/or cell phones will be carried for contacting emergency services, if required. This would apply to any activity you are doing.
- All Volunteers working on trail building and/or maintenance must sign waiver.
- All Volunteers working on trail building and/or maintenance must be supervised by qualified team leader.
- All Power Equipment must be used by experienced personnel wearing proper safety equipment – i.e. eye glasses and work gloves etc.

Policy conditions are a requirement of the quotation & become part of the policy. You must meet / follow the policy conditions in order for coverage to be valid.
Please indicate your acceptance and understanding of the above policy conditions by signing and dating below:

Insured Signature: _____

Date: _____