



**INTERNATIONAL INSURANCE BROKERS**

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# TABIA

## Directors' and Officers' Liability Insurance

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# What is Directors' & Officers' Liability?

- Coverage for the Wrongful Acts of the Board

D&O Wrongful Act – any actual or alleged defamation, breach of duty, neglect, error, misstatement, misrepresentation, omission or other act done by any Insured in the discharge of their duties

## Employment Practices Wrongful Act

- Wrongful termination
- Discrimination or harassment
- Failure to promote
- Wrongful discipline of employees
- Negligent evaluation of employees



## Continued...

- Non-Profit Outside Directorship** – loss that the Insured may be legally obligated to pay as a result of Outside Directorship
- Such position as an Outside Director must be at the specific request of the Entity

### **Unique**

- Differs from traditional Liability policies such as Commercial General Liability in that it covers losses arising from the governance of the Board, rather than Bodily Injury/Property Damage



## Who is Covered?

- Insured – any Insured Person and the Entity

Insured Person – Directors and Officers (past, present, future), volunteers or members of any committee

- Spouses have coverage arising solely out their capacity as the Spouse of a Director or Officer

Entity – the non-profit organization named in the Declarations  
any non-profit subsidiary



# Why Directors' and Officers' Insurance?

- **Common Allegations Are:**
  - Misrepresentation
  - Mismanagement of Funds
  - Conflict of Interest
  - Discrimination
  - Membership Violations



# Price Table

<b>OPERATING BUDGET</b>	<b>\$5 MILLION LIABILITY</b>		
\$0 - \$100,000	\$400		
\$100,001 - \$350,000	\$500		
\$350,001 - \$500,000	\$600		
\$500,001 - \$1,000,000	\$800		
Over \$1,000,000	\$1,000		



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# THANK YOU

ANY QUESTIONS?