



COASTAL COMMUNITY INSURANCE SERVICES (2007) LTD.

Frequently Asked Questions (FAQ's)

Q: Does not having a business license jeopardize my liability coverage?

A: No, however it is recommended that anyone running a business should have a business license in accordance with any municipal government by-laws.

Q: Is the use of trampolines covered?

A: Trampolines or related equipment are not covered under this policy.

Q: If I have a car accident while on a field trip, does the liability insurance cover me?

A: No. In the event of a car accident, your vehicle insurance policy will respond. It is important for all child care providers to have the vehicle rated for business and ensure that their policy carries adequate limits of liability.

Q: If an employee, volunteer or substitute uses their own vehicle while working at my child care facility, are they covered by the liability insurance?

A: The liability policy includes non-owned automobile coverage. This will provide excess liability for vehicles owned by employees/volunteers/substitutes while being used for business purposes on behalf of the day care facility.

Q: If my policy has a \$5,000,000 liability limit, does that mean \$5,000,000 per child?

A: No. The liability insurance is covered on a per occurrence basis. If five of the children are hurt in one accident, you are covered up to \$5,000,000 for that incident.

Q: Is there a deductible to pay at anytime and who is responsible for paying it?

A: Yes, there is a deductible as indicated on your certificate and in the event of a claim the child care provider is responsible for paying this amount.

Q: If I live in a rental property; how does the liability insurance affect me?

A: The child care provider will want to inform the landlord of business activities conducted from the home to ensure adequate coverage for the building. If the landlord asks to be added to the liability insurance, please contact Coastal Community Insurance to process this change.

Q: If, on occasion, a volunteer comes to assist in the child care, will the liability insurance cover the volunteer?

A: Yes the liability insurance insures the employees and volunteers while working for the day care facility.

Q: What other exposures will a child care provider want to insure in addition to liability insurance?

A: The child care provider will want to take an inventory of all contents pertaining to the business and insure the business contents for the full replacement value. In the event of a loss insured by the policy a child care provider may face increased costs to relocate their facility and loss of income for a few months until a new location is found to operate from or the current location is repaired. The addition of the Property Coverage endorsement would be an important coverage to consider.