



BOARD/GOVERNANCE POLICY

Title: Insurance Coverage	Number: (insert policy #-optional)
Cross Reference: (include other policies that may relate)	
Approved by: Illinois State Council Board of Directors	Origination Date: 1/1/2011
Revised by: Illinois State Council Board of Directors	Approval Date: 11/4/2017
	Revision Date: 11/4/2017

POLICY:

- 1.1 Illinois State Council maintains Directors and Officers, and General Liability and Fidelity Bond insurance coverage.

STANDARDS/CRITERIA:

- 2.1 Since 2005, Illinois State Council has Directors and Officers (D&O) coverage, as well as General Liability and Fidelity Bond (GL) coverage, administered by ENA.
- 2.2 For questions about coverage, assistance with claims, and certificates of coverage, contact ENA.
- 2.3 Directors & Officers Coverage
 - 2.3.1 D&O coverage protects the organization from a claim made against the directors and officers for a wrongful act, which can be an error, misstatement, misleading statement, act or omission, neglect, or breach of duty, so long as directors/officers are acting in accordance with policies and procedures of the State Council.
 - 2.3.2 One master policy covers all 50 state councils, including Illinois State Council.
 - 2.3.3 Coverage is provided by the Philadelphia Insurance Company.
 - 2.3.4 D&O Limits:
 - 2.3.4.1 Combined liability limit: \$5,000,000 with a \$5,000 deductible per claim
 - 2.3.4.2 Sublimit for antitrust: \$150,000
 - 2.3.4.3 The limit of liability available to pay judgments or settlements are reduced by amounts incurred for legal defense. Amounts incurred for legal defense are applied against the deductible.
- 2.4 General Liability and Fidelity Bond Coverage
 - 2.4.1 GL coverage protects Illinois State Council from a claim related to bodily injury or property damage, and the fidelity portion protects money and securities from mismanagement, fraud, forgery, theft or disappearance.
 - 2.4.2 There are 48 separate policies for state councils in the continental U.S.
 - 2.4.3 The individual policies are included in one master invoice administered by ENA.
 - 2.4.4 Coverage is provided by the Hartford Insurance Company.
 - 2.4.5 G&L Limits:
 - 2.4.5.1 Liability limit: \$1,000,000 per state with no deductible.
 - 2.4.5.2 Fidelity limit: \$20,000.
 - 2.4.5.3 Business personal property (e.g., laptops, banners, booths): \$10,000.



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- 2.4.6 Illinois State Council participation is required, as underwriting for the program is based on all-inclusive participation.