

# GROUP PERSONAL EXCESS LIABILITY INSURANCE FAQ



## 1. What is Group Personal Excess Liability Insurance from Chubb and why do I need it?

Now more than ever before, Americans are confronted by multiple risks that threaten financial assets and lifestyles. Personal liability lawsuits can run in the multi million-dollar range, and in such cases, personal liability insurance alone may not be enough. Group Personal Excess Liability Insurance from Chubb offers an attractive solution for helping to preserve your assets in the face of an ever-increasing array of liability exposures.

## 2. What is covered under the group policy?

Coverage includes personal injury and property damages for which you or a covered household member may be legally responsible in the event of a personal liability lawsuit. Large watercraft and personal watercraft are covered on a first-dollar basis if rented or furnished for 60 days or less. Defense costs for a covered loss are at Chubb's expense and in addition to the policy limit.

## 3. How does it work?

Group Personal Excess Liability Insurance from Chubb provides you or a family member with broad protection and liability limits as an added layer of insurance coverage that sits above your primary auto, homeowners, renters, recreational vehicle, motorcycle, and watercraft insurance policies. Group participants have a range of limits to choose from and are charged the corresponding premium.

## 4. Who is covered within the group policy?

A "covered person" includes the person who enrolls as a part of the group policy (as shown on participant list) and that person's spouse or domestic partner, any relative, or any other person under 25 who is in the insureds or the relative's care, all of whom must be residents of the same household. Additionally, coverage extends to "permissible use," which includes any person using a covered vehicle or watercraft with permission from the certificate holder or a family member with respect to his/her legal responsibility arising out of its use.

## 5. What types of injuries are included in the Personal Injury coverage?

"Personal Injury" includes shock; mental anguish, or mental injury; false arrest, false imprisonment, or wrongful detention; wrongful entry or eviction; malicious prosecution or humiliation; libel, slander, defamation of character, or invasion of privacy; and bodily injury including sickness or disease that results from physical bodily harm.

## 6. Does a group member have Personal Excess Liability coverage for a rental home that is leased for income?

The group policy will provide Personal Excess Liability coverage if a rental property is covered by the participant's underlying personal liability policy and meets the definition of "incidental business property" under the group policy.

## 7. Are professional and business activities included?

Professional activities are not included in the coverage, but incidental business/farming activities and property are covered, subject to the limitations and exclusions stated in the policy under "business pursuits."

## 8. Is coverage included for a director or officer (of a not-for-profit organization)?

Coverage is included for personal injury or property damage stemming from a covered person's actions or failure to act arising from activities as a non-compensated director or officer of a not-for-profit organization.

**9. If one has another individual excess liability policy in force, would this Chubb policy provide additive coverage?**

Group Personal Excess Liability Insurance from Chubb is intended to replace your existing individual excess liability policy. Since group rates are typically lower than individual policy rates, the cost to you for Chubb Group Personal Excess Liability Insurance may be lower than what you would pay for comparable coverage under your individual policy. And, by enrolling with Chubb as a member of a group, you get additional coverages at no added cost to you.

**10. Can Group Personal Excess Liability Insurance from Chubb be converted to a personal umbrella policy in the event of separation from the employer, retirement, or loss of eligibility?**

No. The policy is not convertible. We recommend that you talk with your personal agent or broker to replace your coverage.

**11. How does disability coverage affect uninsured liability coverage?**

Any payments or settlements received from the personal excess policy will not reduce the group Short Term Disability(STD) benefits. Under the Long Term Disability policy with The Standard, any payments or settlements from the personal excess policy could be considered Deductible Income. The Standard would request a breakdown of any payments or settlements received to determine if any portion would be excluded from Deductible Income under the Exceptions to Deductible Income under the Exceptions to Deductible Income (like attorney's fees or reimbursement for hospital, medical or surgical expenses).

**12. What assurances can be provided regarding the financial stability of Chubb?**

Chubb is an A++, VX-rated carrier by AM Best and they have been committed to Group Excess coverage for over 30 years. They have been a consistent carrier in the marketplace.

**13. Real estate coverage – Coverage for multiple RDP's? What is the limit on total number of units?\***

It must be a one- or two-family dwelling if the GPE insured does not live in the building, but it can cover up to a three- or four-family dwelling if the GPE insured also lives in one of the units in the building. There are no limits to the number of dwellings on the policy.

**14. What are the underlying liability limit requirements on autos and home? How are these limits confirmed?**

The limits are communicated throughout the enrollment process but are not verified by Chubb until a claim occurs. If the proper underlying limit was not in place, coverage is not jeopardized. Chubb would just start their coverage at what the underlying limit should have been (i.e., if the primary homeowner's liability coverage were supposed to be \$300,000 and the physician only carried \$100,000 the physician would be "self-insured" between \$100,000–\$300,000).

**15. What is Family Trust Management?**

This refers to the management of a family trust for the benefit of the members of the trust. This is for the physician's own family trust, not a trust for others.

**16. What are the individual underwriting guidelines?**

This is guaranteed issue up to \$10,000,000. There is no underwriting up to this policy limit.

**17. What are the policy dates? Is mid-term enrollment allowed?**

The policy dates will be determined. If someone wants to enroll midterm, the policy and premium would be pro-rata until the next renewal.

**18. How is premium collected and what is the frequency?**

Premium payment will be through payroll deduction or automatic payment.

**19. Is this policy available to retirees?**

The coverage will terminate at the end of the policy period following retirement. TPG will work with all retirees to find the best individual option.

**20. What is the difference between a Group Personal Excess Liability policy and a Personal Liability Umbrella Policy?**

Umbrella policies require the insured to disclose all homes and vehicles, full underwriting is required, and there are surcharges for youthful drivers. Personal excess Liability does not have these requirements.