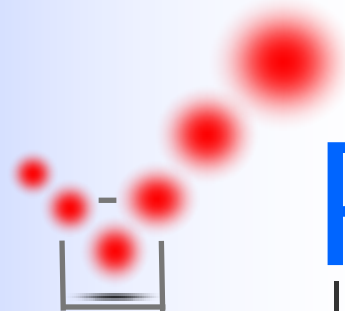


Is Your Association Insured?

Mississippi Soccer Association
January 2009 AGM

Presented By:



Pullen
Insurance Services

Discussion Objective

- Discuss Non-Profit Liability Policy
- Identify risk exposures not provided coverage by the Mississippi Youth Soccer Association soccer insurance program
- Discuss supplementary insurance products available to member clubs

Discussion Topics

1. Non-Profit Liability (D&O)
2. Employee / Volunteer Dishonesty Bonds
3. Commercial Property Coverage
4. 24-Hour Premises Liability
5. Camps and Clinics

What Does A Non-Profit Liability (D&O) Policy Cover?

- Provides coverage for “wrongful acts” committed in the governance of the organization
- Actual or alleged breach of duty, neglect, error, misstatement, misleading statement, omission

Who Does a Non-Profit Liability Cover?

- Covers the organization and insured individual
- Insured individual means:
 - Duly appointed or elected director, trustee or officer, employee, volunteer or member of the staff and duly constituted committee of the organization

Mississippi Youth Soccer Association

Arch Insurance (AM BEST Excellent)

10/31/08 – 10/31/09

- Aggregate Limit - \$1,000,000
- Retention (inclusive of defense costs) - \$5,000

Key Coverages

- Claims made policy – made and reported during policy term
- Insurance company has duty to defend
- Employment Practices Liability
- Monetary and non-monetary claims
- No personal injury exclusion
- Third party discrimination coverage
- Unlimited defense cost provided

Key Exclusions

- Fraudulent or dishonest acts
- Bodily injury claims, sickness, disease
- Property damage claims
- Breach of contract claims except for EPL claims
- Failure to maintain insurance
- Insured vs. Insured except for EPL claims
- Prior known and reported wrongful acts

Dishonesty Bonds

Question:

If a board member embezzles money from your soccer association, such as theft of registration fees, does your insurance benefits through Mississippi Youth Soccer Association provide coverage?

Answer:

NO!!!

What Does the Bond Do?

The dishonesty bond guarantees the bonded employee or volunteer will handle the club's funds and property with fidelity

It is “peace of mind” coverage

Why Consider a Bond?

- 1/3 of all employees and volunteers admitted to stealing from their employers in the previous year according to a recent study conducted by the Dept. of Commerce
- Smaller organizations usually have less internal controls in place
- Smaller organizations have a more difficult time absorbing the financial loss

Don't Believe It Can Happen?

Google “youth soccer club embezzlement”

- *Soccer Mom Charged With Embezzling \$170,000 From League (CA)*
- *Couple Charged In Soccer League Embezzlement of \$32,000 (MI)*
- *Former Big Sun Youth Soccer Treasurer Charged With Fraud - \$80,000 Missing (FL)*

What Does the Bond Cover?

- Provides coverage for losses resulting from a covered position on the bond

-You decide which positions are covered...President, Treasurer, etc...

- Loss = theft of currency, checks, theft of tangible property, and fraudulent use of the club's credit card

Bonds Cont.

- 10K, 25K, or 100K for any one loss
- No Deductible
- No Conviction Clause
- Low Cost Annual Premium
- Automatically Renews Each Year

Commercial Property Coverage

Policies designed to provide coverage for losses to your property from the perils of theft, vandalism, fire, lightning...

Property covered can be....

Examples of Property to Cover

- A. Buildings...** "the structure"
- B. Business Personal Property** of the club (i.e. computers, furniture, copiers) within the building... "the contents"
- C. Off-Site Miscellaneous equipment** (i.e. sports equipment, portable lights, goals, Porta Potties, lawnmowers)

Commercial Property

- Mississippi Youth Soccer ***does not*** provide commercial property coverage for you
- Premium is based upon the value of your property and is relatively inexpensive

24-Hour Premises Liability

- The Mississippi Youth Soccer general liability policy **does not** provide coverage for your association while outside entities (i.e. local H.S. soccer teams, football teams) use your fields
- Read lease agreements! What are your responsibilities?

24-Hour Premises Liability Program

- Program provides 24/7 liability protection for athletic fields owned or operated by your soccer association

Camps & Clinics

- Litmus test: Are they open to the non-registered players?
- Camps and Clinics open to non-registered players (general public) are **not covered**

Questions?

- Feel free to contact us if you have any questions regarding the Mississippi Youth Soccer insurance plan or any of the insurance products discussed today



(817) 738-6100 · pullenins.com