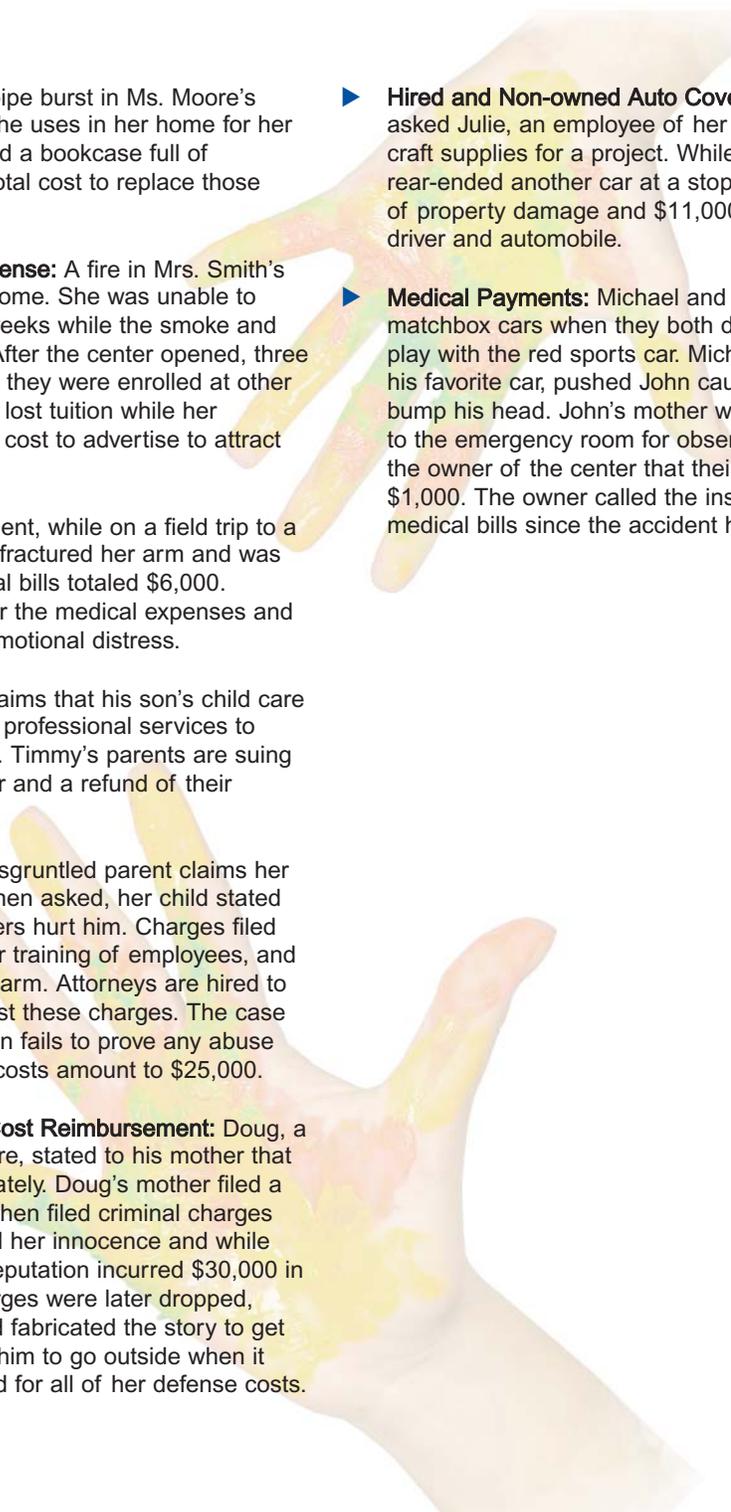


Residential Child Care and Nursery School Product

Claim Examples

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- ▶ **Business Personal Property:** A pipe burst in Ms. Moore's bathroom above the room that she uses in her home for her child care center. Water damaged a bookcase full of materials and a computer. The total cost to replace those items was \$3,500.
 - ▶ **Business Income with Extra Expense:** A fire in Mrs. Smith's kitchen caused damage to her home. She was unable to operate her business for three weeks while the smoke and building damage was repaired. After the center opened, three of her students did not return as they were enrolled at other centers. Mrs. Smith was paid for lost tuition while her business was closed and for the cost to advertise to attract additional students.
 - ▶ **General Liability:** Jennifer, a student, while on a field trip to a local park, fell off the slide. She fractured her arm and was taken to the hospital. Her medical bills totaled \$6,000. Jennifer's mother filed a claim for the medical expenses and an additional \$10,000 alleging emotional distress.
 - ▶ **Professional Liability:** A father claims that his son's child care center failed to render adequate professional services to prepare his son for kindergarten. Timmy's parents are suing for the cost to hire a special tutor and a refund of their payments to the center.
 - ▶ **Child Abuse or Molestation:** A disgruntled parent claims her child had bruises on his arm. When asked, her child stated that one of his child care providers hurt him. Charges filed include improper hiring, improper training of employees, and failure to protect the child from harm. Attorneys are hired to defend the center's owner against these charges. The case is dismissed after an investigation fails to prove any abuse occurred. The center's defense costs amount to \$25,000.
 - ▶ **Certain civil/ Criminal Defense Cost Reimbursement:** Doug, a student at Ms. Pamela's Day Care, stated to his mother that Pamela, touched him inappropriately. Doug's mother filed a report with the local police who then filed criminal charges against Pamela. Pamela claimed her innocence and while defending her good name and reputation incurred \$30,000 in criminal defense costs. The charges were later dropped, when Doug admitted that he had fabricated the story to get back at Pamela for not allowing him to go outside when it was raining. She was reimbursed for all of her defense costs.
 - ▶ **Hired and Non-owned Auto Coverage:** The owner, Cindy, asked Julie, an employee of her center, to run to the store for craft supplies for a project. While en route to the store Julie rear-ended another car at a stop sign causing \$2,500 worth of property damage and \$11,000 in bodily injury to the other driver and automobile.
 - ▶ **Medical Payments:** Michael and John were playing with matchbox cars when they both decided that they wanted to play with the red sports car. Michael, determined to play with his favorite car, pushed John causing him to fall over and bump his head. John's mother was called and she took him to the emergency room for observation. John's parents told the owner of the center that their medical payments totaled \$1,000. The owner called the insurance carrier who paid the medical bills since the accident happened on their watch.