

Child Care Center Insurance Checklist

Everything you should be on the lookout for

1 Property ✓

- Replacement cost valuation
- 80% coinsurance or coinsurance waived
- Special causes of loss including theft
- Deductible(s) should be a comfortable amount for you to pay out of pocket
- Insured limits should be 100% what it would cost to rebuild according to today's construction costs on:
 - building
 - tenant renovations (if leased)
 - business personal property
 - playground equipment
 - fence
 - monument/free standing sign
 - shade structures
 - storage sheds
 - artificial grass
 - splash pad/pools

2 Business Income/ Interruption ✓

- With extra expense
- Limit = annual revenue + annual expenses + payroll
- Or 12 months actual loss sustained

3 General Liability ✓

- \$3,000,000 general aggregate
- \$1,000,000 per occurrence
- Per location aggregate for multi-sites
- NO abuse/molestation exclusion
- NO professional liability exclusion
- NO designated premises endorsement
- \$1,000,000 employee benefits liability

4 Professional Liability ✓

- \$3,000,000 general aggregate
- \$1,000,000 per occurrence

5 Abuse/Molestation Liability ✓

- \$3,000,000 general aggregate
- \$1,000,000 per occurrence

6 Employment Practices Liability ✓

- \$250,000 - \$1,000,000
- \$2,500 - \$5,000 retention
- Includes 3rd party claims

7 Business Auto Liability ✓

If your business owns vehicles:

- \$1,000,000 combined single limit
- \$1,000,000 hired/non-owned liability
- \$1,000,000 uninsured/underinsured
- Comprehensive/collision damage (no matter how old they are because your vehicles are targeted for catalytic converter theft)

If you do not own vehicles and/or work offsite:

- \$1,000,000 hired/non-owned liability

8 Umbrella Liability ✓

- \$1,000,000 aggregate for 1 location
- \$2,000,000 aggregate for 2-3 locations
- \$3,000,000 aggregate for 4-5 locations
- \$5,000,000 aggregate for 6+ locations

Underlying schedule includes:

- General liability
- Professional liability
- Abuse/molestation liability
- Auto or hired/non-owned liability
- Worker's compensation

9 Work Comp ✓

- \$1,000,000 per accident
- \$1,000,000 per policy
- \$1,000,000 per employee
- Physical address(es) verified on policy location schedule
- Annual payroll is accurate per location

10 Accident Medical ✓

- \$100,000+ medical expense limit
- \$500,000+ for catastrophic injury
- Includes dental
- Primary coverage

Disclaimer: This checklist was created and is solely intended with the purpose of being used as a generic guide to help you diagnose the current state of your childcare business protection plan. As this list is not all inclusive and was created to be necessarily brief, you should still seek professional guidance and review your program's unique exposure with a licensed property and casualty insurance agent in your state.

Meet Our Child Care Specialist

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