



Combined General Liability, Statutory Liability and Employers Liability Claims Scenarios



General Liability

Sign Installation Company

- ④ 4 staff
- ④ \$300K turnover

Background

The Insured installed signage for a department store. After installing signage for a customer, the signage gave way and fell onto a parked car.

Outcome

The Public Liability section was triggered and responded to the claim.

Payment: \$5,900 less the \$500 deductible.

Air Conditioning Manufacturing and Installation Company

- ④ 15 staff
- ④ \$600K turnover

Background

The Insured installed an air conditioning unit for a multistorey building. A pipe in the unit failed and caused water to flood in to the building. The Insured was found liable for the property damage caused by the water damage.

Outcome

The Products Liability section was triggered and responded to the claim.

Payment: \$30,000 less the \$5,000 deductible.

Statutory Liability

Hotel

- ⌚ 15 staff
- ⌚ \$1M turnover

Background

An apprentice chef from the Insured hotel restaurant was preparing for the dinner service when he suffered a severe injury whilst operating the meat slicer.

WorkSafe NZ launched a full Health and Safety investigation which eventually led to the company being prosecuted. The prosecution alleged that the company failed to provide adequate training and supervision to the apprentice.

Outcome

The Statutory Liability and Defence Costs sections of the Policy were triggered and indemnity was extended to the Insured. The company was fined \$25,000 and incurred \$20,000 in legal defence costs.

Payment: \$20,000 less the \$1,000 deductible.

Construction Company

- ⌚ 10 staff
- ⌚ \$500K turnover

Background

An Insured construction company was fined \$40,000 under the Resource Management Act for causing pollutants to escape from a building site.

Outcome

The Policy was triggered and indemnity was extended to the Insured. The Insured was made to pay the fine of \$40,000 and it was deemed to fall within the cover provided under the Statutory Liability section of the Policy

Payment: \$40,000 less the \$1,000 deductible.

Employer Liability

Medical Services

- ⌚ 30 staff
- ⌚ \$2M turnover

Background

An employee working as a security guard at a psychiatric institution suffered from clinical depression as a result of sustained exposure to stressful work situations. The Employer was sued for damages.

Outcome

The policy was triggered and responded to the claim.

Payment: \$23,000 less the \$500 deductible.