**Clause Description:**

The *Commercial General* *Liability* (Occurrence Wording = the accident or occurrence that has led to a claim must have occurred during the Policy’s term) insurance clause is used to provide coverage, subject to the applicable policy’s conditions and exclusions, in the event that the Contractor’s work causes an accident or occurrence that results in a bodily injury, death, or property damage to a Third Party.

This coverage is intended to protect against Third Party claims.

**The Recommended Clause – Commercial General Liability Insurance (Occurrence Wording Policy)**

The Contractor (and all of its applicable subcontractors) will provide General Liability Insurance in the form of an Occurrence based policy wording, which shall provide coverage to a limit of not less than ($5,000,000) (Cdn) inclusive, per occurrence, for bodily injury, death, and damage to property including loss of use of damaged property. (You may wish to add in and identify a minimum aggregate limit for this coverage; i.e. $10,000,000)

The Commercial General Liability Insurance shall include coverage for the following:

* + - 1. Premises Property and Operations;
      2. Products and Completed Operations;
      3. Blanket Contractual Liability;
      4. Cross Liability;
      5. Non-owned Automobile Liability;
      6. Occurrence Property Damage;

The Purchaser shall be named as Additional Insured.

The Contractor will endeavour to have the required insurance policy endorsed to provide the Purchaser with not less than 30 days’ written notice in advance of cancellation, material change or amendment restricting coverage.

The Contractor’s Insurer shall provide a Waiver of Subrogation in favour of the Purchaser.

*(The entities (i.e. Purchaser, Contractor), and the number (i.e. $5,000,000), in red font are descriptors that you can substitute for the entities and numbers required for your own specific contract.)*