**Clause Description:**

The *Commercial General* *Liability* (Claims Made Wording = a claim against the Policy, must be made 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 (Claims Made Wording Policy)**

The Contractor (and all of its applicable subcontractors) will provide General Liability Insurance, in the form of a Claims-Made 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)

*If such coverage is afforded through a “Claims-Made” style of policy then such insurance shall be maintained in force at all times during the term of the Contract and for a period of two years thereafter for services completed during the term of the Contract.* 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 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;

The Purchaser shall be named as Additional Insured.

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.)*