**Clause Description:**

The *Professional Liability* (Errors & Omissions) insurance clause is designed to ensure that there is insurance protection in place for professionals such as engineers, architects, accountants, appraisers, lawyers, physicians, and any other accredited professional that provides professional services, or their expertise, in the normal course of their work for their clients. Where arising from that work the professional may be exposed to liability for bodily injury, death, and property damage claims arising from an alleged error or omission committed by the professional in the course of their work.

Note: Professional Liability insurance should be requested as Commercial General Liability insurance policies exclude coverage for claims arising from malpractice, errors and omissions and misrepresentations.

You may wish to select the applicable coverage value limit, i.e. $2,000,000 (CAD) after review of the contract and the value of the contract, and the possible exposure to loss arising from the contract work.

The requirement to maintain the insurance for a “two year” period after the completion of the work may vary depending upon the scope of the work and any applicable warranty period.

**The Recommended Clause – Professional Liability (Errors & Omissions) Insurance**

The Contractor (and all of its applicable subcontractors) shall maintain Professional Liability Insurance in the minimum amount of ($2,000,000) (CAD).  The Contractor shall supply a Certificate of Insurance to the Purchaser evidencing coverage prior to the commencement of the Work.

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 descriptors (i.e. Purchaser, Contractor, two years), and the number (i.e. $2,000,000), in red font can be substituted for the descriptors and numbers required for your own specific contract.)*