

Insurance Coverage Requirements

In order to provide commercial refuse collection to customers within the City of Chandler **CONTRACTORS** must attach to the application a certificate of insurance evidencing the following coverage's and in amounts of a least those listed below.

1. Minimum Scope and Limits of Insurance. Commercial Motor Carrier must provide coverage with limits of liability not less than those stated below.

A. Commercial General Liability - Occurrence Form

Said insurance must also include coverage for products completed operations, independent contractors, personal injury, property damage, and advertising injury.

Gross vehicle weight 20,100 -- 26,000 lbs.

Products – Completed Operations Aggregate \$2,000,000 Each Occurrence \$1,000,000

Gross vehicle weight more than 26,000 lbs.

Products – Completed Operations Aggregate \$4,000,000 Each Occurrence \$2,000,000

The policy must be endorsed to include the following additional insured language: "The City of Chandler, its agents, representatives, officers, directors, officials, employees, and volunteers shall be named as an additional insured

with respect to liability arising out of the activities performed by Motor Carrier under this permit."

This endorsement may not contain an exclusion or limitation of completed operations coverage as regards the additional insured

except with respect to the stated aggregate limits of liability. The policy may not exclude the explosion/collapse/underground ("xcu") hazard.

B. Automobile Liability – Bodily injury and property damage for any owned, hired, and nonowned vehicles used under this permit as required under A.R.S. sec. 28-4033, as amended.

For the transportation of nonhazardous property (combined single limit)

Gross vehicle weight 20,100 -- 26,000 lbs. \$300,000 Gross vehicle weight more than 26,000 lbs. \$750,000

For the transportation of hazardous materials, hazardous substances, or hazardous wastes (combined single limit)

Under A.R.S. sec. 28-4033(A)(3)(a) \$5,000,000 Under A.R.S. sec. 28-4033(A)(3)(b) \$1,000,000



- The policy must contain an "MCS-90" endorsement providing for clean-up of pollution conditions arising from transported product, if the activities under the permit require the transportation of any Hazardous
- Substances by motor vehicle. The policy must also be endorsed to include the following additional insured language: "The City of Chandler its agents, representatives, officers, directors, officials, employees, and volunteers shall be
- named as an additional insured with respect to liability arising out of the activities performed by Motor Carrier, including automobiles owned, leased, hired, or borrowed by Motor Carrier ".

C. Worker's Compensation and Employers' Liability

Workers' Compensation	Statutory
Employers' Liability	
Each Accident	\$1,000,000
Disease – Each Employee	\$1,000,000
Disease – Policy Limit	\$1,000,000

Policy shall contain a waiver of subrogation against the City of Chandler.

D. Pollution Liability:

Per Occurrence	\$5,000,000
Annual Aggregate	\$5,000,000

- The policy must be endorsed to include the following additional insured language: "The City of Chandler its agents, representatives, officers, directors, officials, employees, and volunteers shall be named as an additional insured
- with respect to liability arising out of the activities performed by Motor Carrier under this permit."

 The policy must include coverage for: (i) Cleanup of sudden or accidental pollution conditions arising from the activities under the
- permit; cleanup of new conditions arising from Motor Carrier's operations and use of Public Rights-of- Way or City-owned property under this permit and third-party claims for on and off-site bodily injury and property damage; and (ii)
- Motor Carrier warrants that any retroactive date under the policy shall precede the effective date of this permit; and that either continuous coverage will be maintained or an extended discovery period will be exercised for a period of
- three (3) years beginning at the time work under this permit is completed.



- **2. Additional Insurance Requirements**: The policies are must be, contain, or be endorsed to contain, the following provisions: Motor Carrier's insurance coverage must be primary insurance and non-contributory with respect to the obligations that Motor Carrier has undertaken under this permit. The policies must contain a severability of interest clause and waiver of subrogation against the City, its officers, officials, agents, volunteers, and employees, for losses arising under or related to this permit by the Motor Carrier.
- **3. Notice of Cancellation**: Each insurance policy required by the insurance provisions of this permit must provide the required coverage and must provider thirty (30) days prior written notice of cancellation to the City except for non-payment of premium for which a ten (10) day notice will be provided. Such notice must be sent directly to the addresses listed below and must be sent by certified mail, return receipt requested:

City of Chandler

Attention: Solid Waste Division P.O. Box 4008, Mail Stop 907 Chandler, Arizona 85244-4008

Phone: (480) 782-3525

Email: solidwaste.customerservice@chandleraz.gov

With a copy to: Office of the City Attorney

Attention: Risk Management 175 South Arizona Avenue P.O. Box 4008 Mail Stop 602 Chandler, Arizona 85244-4008

Phone: (480) 782-4640 Fax: (480) 782-4652

Email: legal.notices@chandleraz.gov

- **4. Acceptability of Insurers**: Insurance is to be placed with insurers duly licensed or approved unlicensed companies in the State of Arizona and with an "A.M. Best" rating of not less than A- VII. City in no way warrants that the above-required minimum insurer rating is sufficient to protect Motor Carrier from potential insurer insolvency.
- 5. Verification of Coverage: Motor Carrier must furnish City with certificates of insurance (ACORD form or equivalent approved by City) as required by this permit. The certificates for each insurance policy are to be signed by a person authorized by that insurer to bind coverage on its behalf. All certificates and endorsements are to be received and approved by City before the permit is issued. Each insurance policy required by this permit must be in effect at or prior to commencement of this permit and remain in effect for the duration of the permit. Failure to maintain the insurance policies as required by this permit or to reasonably provide evidence of renewal is a material breach of this permit. All certificates required by this permit must be sent directly to the City of Chandler Solid Waste Division with a copy to Risk Management as the addresses listed in Section 3. The permit number and description are



to be noted on the certificate of insurance. At City's request, Motor Carrier must make certified copies of all insurance policies required by this permit available for City's review through a representative and at Motor Carrier's most proximate business location.

6. Approval: Any modification or variation from the insurance requirements in this permit must have prior approval from the Office of the City Attorney, whose decision will be final. Such action will not require a formal contract amendment, but may be made by administrative action.