

ADDENDUM #3

This addendum modifies Section 1.19 "Required WCE Insurance" for RFP 07/08-11 as stated below. All other terms and conditions stated within RFP 07/08-11 remain the same.

1.19 REQUIRED WCE INSURANCE

The WCE shall comply with Florida worker's compensation insurance requirements, as applicable. The WCE shall at all times while under WCE contract with the Department, have commercial general liability insurance providing coverage in the amount of at least \$300,000 per occurrence/\$1,000,000 aggregate, with an overall policy limit of at least \$1 million, which insurance would apply to and cover final court judgments obtained against the WCE by a homeowner in relation to an inspection under the Program. The policies for Bodily Injury and Property Damage Liability Insurance may be written to include Contractual Liability Insurance to protect the Contractor against claims from the operations of subcontractors. Contractor shall require the subcontractor(s) similarly to provide such insurance for all of the latter's employees.

This section specifies that certain specified coverage for the benefit of persons injured must be in place. It does not specify who the policyholder must be. In some instances it may be a subcontractor of the WCE, but not always. Methods of complying with the requirements of this section may vary depending upon the manner in which the WCE operates. If a WCE directly employs inspectors that perform inspections in the program, then the WCE would most likely be the policyholder. If the WCE has no "employee inspectors," and instead contracts with other inspection firms who in turn provide inspections through their employees, then the WCE might in some circumstances satisfy the requirement by assuring that its subcontractor has in place the specified coverage. This could be an individual add on business use endorsement to their homeowners policy. WCEs shall assure that there is liability insurance in place to cover liability of the WCE and Inspectors it uses, resulting from use of motor vehicles by Inspectors in going to and from the inspection locations in the Program. This liability insurance shall provide coverage at least as follows: \$200,000 per person for bodily injury, \$1,000,000 aggregate per accident for bodily injury, and \$50,000 per accident for property damage.