

NON-OWNED AVIATION INSURANCE

For Individuals, Businesses, and Fractional Owners



Risk Strategies Aviation specialists understand the complexities of aviation operation. We work with our clients to understand their unique aviation exposures and create customized insurance solutions to protect their aircraft, interests, businesses, families, and assets. The types of exposures and risks vary widely and depend on a wide range of factors including the type of aircraft, who owns the aircraft, who contracted the pilot, if the use is personal or business in nature, and what other aviation policies are in place. In many cases, such as when an individual or organization uses an aircraft or drone that they do not own, they will need to secure **Non-Owned Aircraft Liability and/or UAV (Drone) Liability** protection. Non-Owned Aircraft Liability protects the individual and/or the organization, not the aircraft owner.

FAQS ABOUT WHY AND WHEN NON-OWNED AIRCRAFT LIABILITY INSURANCE IS NEEDED:

When does Non-Owned Aircraft Liability and/or UAV liability insurance typically provide coverage?

In the event an individual or corporation becomes legally liable for bodily injury and property damage to third parties (including passengers) as a result of a loss involving an individual or corporation's use or arrangement of non-owned aircraft and/or UAV's.

When wouldn't the aircraft owner's aviation insurance policy protect me?

If the owner or operator's policy is inadequate or is breached, the individual or corporation's non-owned policy moves to the front of the line in a legal liability exposure. If the owner/operator aviation insurance policy provides non-owned coverage, these limits are dedicated only to the owner/operator and do not extend to third parties. In both of these cases you and/or your organization would need your own Non-Owned Liability policy.

How is coverage further complicated with fractional aircraft ownership?

Fractional owners are doubly exposed because there are generally higher limits, multiple owners, and the aircraft is flying 24/7 worldwide. The fractional owners typically do not know who is flying onboard the aircraft (how many guests and their individual net worth) or how many additional insureds are listed on the policy (there could be hundreds). If a claim occurs the liability limit is diluted amongst all the owners and all additional insureds, so the limit, regardless of how high, may be exhausted before the claim is settled.

Do aviation claims involving Non-Owned aircraft really happen?

Yes, and when these types of claims do occur, they tend to be very complex especially when interchange or fractional ownership becomes part of the equation. Celebrities, high-network individuals, and fractional aircraft owners are among the most likely to be pulled into an aviation related lawsuit.



What isn't covered for additional insureds on an aircraft owner/operator's policy or fractional ownership policy cover, but would be covered by a separate Non-Owned Liability policy?

- Breaches of policy warranties by the operator
- Negligent charter referral
- Individual or corporation's negligence and suits brought against them by their own guests
- Defense costs associated with liability arising from the individual or corporation's alleged negligence
- Physical damage to the aircraft and/or UAV caused by the individual or corporation, or their clients or guests

TWO MAIN TYPES OF NON-OWNED AIRCRAFT AND NON-OWNED UAV POLICIES:

Corporate Non-Owned Aircraft / UAV Liability insurance.

This coverage is for individuals or corporations that use aircraft and/or UAV's they do not own that are operated by third parties such as chartered aircraft or permissive use. The exposures are primarily contingent liabilities when the user does not employ the crew and is not directly involved with the operation and maintenance of the aircraft or UAV.

Personal Non-Owned Aircraft Liability Insurance.

This coverage is for individuals, such as licensed rental pilots, and provides protection in the event you have an aircraft accident or cause damage to a non-owned aircraft or UAV that you are using. Coverage can also be provided for student pilots.

SPECIALTY NON-OWNED AIRCRAFT AND/OR NON-OWNED UAV COVERAGES:

- Non-Owned Aircraft Liability
- Non-Owned Physical Damage Liability
- Medical Payments
- Baggage Liability
- Personal Injury Liability
- Aviation Premises Liability
- War Liability & TRIA
- Territory is Worldwide
- Broad Named Insured

ADDITIONAL KEY COVERAGE BENEFITS OF A NON-OWNED AVIATION LIABILITY POLICY:

- Limits dedicated to individual/corporation and not shared with the owner, operator, or any other party.
- Coverage includes \$1M non-owned physical damage liability, with higher limits available.
- Policy holder is the primary named insured on the policy; limits are fully dedicated to you or your business.
- First named insured works directly with claims administrators to settle claims and lawsuits.
- Policy is not limited to one flight; coverage follows the named insured worldwide for their personal and business aviation operations.
- Policy covers liability arising from arranging for cars/limos to come onto airport property and premises.

START A CONVERSATION WITH OUR AVIATION TEAM:

Cameron Savaree Ruess

Risk Strategies, Aviation Insurance
 p 720-208-0843 | m 650-346-1778
 csavaree-ruess@transportrisk.com

riskstrategies.com



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