



A VL real life **claim example**

Employers Liability

Legionnaires Disease

The Insured operated a clothing factory in its old multi-storey building which had an air-conditioning system. Several employees contracted Legionnaires disease.

It was determined that the source of the infection was in the air conditioning system which the Insured, who was also the building owner, had failed to maintain adequately. As there was no ACC cover for the illness, the employees sued the Insured for loss of wages and other general damages.

The Insured's claim was accepted under its Employers Liability policy and was settled out of court for \$34,000. Legal costs amounted to \$28,000.

CEG 021-102019/000