

NACD Members who choose the only NACD endorsed Insurance Program benefit from industry specific coverage enhancements and dedicated underwriting expertise.

NACD Member Claim Examples – When it happens to you, Coverage Matters!

Contamination During Shipping: A chemical service company was accused of contaminating a customer's fuel additive product during shipping, leading to alleged damages for the product's value, disposal, storage, testing and transportation costs.

Total Indemnity Paid: \$657,163

Supply Chain Liability: A chemical manufacturer and distribution company was in a supply chain for a crop application when an upstream handler alleged that the product was off-spec and caused damages, including its storage and disposal. The contamination was not due to the chemical company's handling of the product and the responsible party was pursued for the damages.

Total alleged damages are approximately \$75K - \$100K

Leaking Storage Container During Transportation: A chemical services company loaded a 55-gallon drum of 22% peracetic acid onto a trailer for transportation by a third-party carrier. The drum leaked after loading resulting in emergency response actions by the third-party carrier and allegations that the chemical services company did not correctly seal the drum.

Total Indemnity Paid: \$75,675

Release of Chemicals During Transfer: A chemical manufacturer was transferring Ferric Chloride from a rail car to a truck trailer, when 10,000 gallons of product was released to the surrounding environment, as a result of an incorrect hose fitting. The release caused widespread damage to surrounding environment, triggering an extensive emergency clean up.

Total damages were \$30,239

Fire at a Distribution and Blending Facility: A chemical distribution and blending facility suffered an extensive fire which ruptured totes containing acetone, benzoic acid and toluene. A mandatory evacuation was ordered for nearby residents and an adjacent rail spur and rail cars were damaged.

Total Indemnity Paid: \$291,364





