WILL YOUR INSURANCE POLICY COVER YOU FOR BUSINESS INTERRUPTION LOSSES CAUSED BY COVID-19? .....ANSWER: IT DEPENDS....

On March 11, 2020, the World Health Organization ("WHO") declared that the worldwide outbreak of the COVID-19 virus is now officially a pandemic. Since then, there have been shut down orders or "shelter in place" orders issued by the government in many jurisdictions. The impact on business is severe. This raises an issue of whether a business can assert a claim under its business insurance policy.

The Insuring Provision
To trigger coverage, the insuring provision of the property policy contains a requirement that there be "direct physical loss or damage" to the covered property. "Direct physical loss or damage" essentially means some type of damage having a material existence and perceptible through the senses even if on a microscopic level.

Click here to learn more...

If you'd like a legal expert to review your policy, or you have any other questions, please contact: Christian Muller at christian@reharris.com or (818) 935-0216.