

Umbrella Attachment Gap - SIR

Most Umbrella Policies Do Not Give Credit for ERISA Plan Benefits & Defense Costs

Example:

- \$6M Liability award plus \$400K in benefits (\$6.4M total claim)
- Nonsubscription policy with \$250K SIR and \$5M limit (retention does not erode \$5M payout)
- Umbrella attaches at \$5M of LIABILITY ONLY
- Benefits applied first

