

GENERAL ASSEMBLY OF NORTH CAROLINA  
SESSION 2017

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SENATE BILL 100  
PROPOSED COMMITTEE SUBSTITUTE S100-PCS45166-BA-5

Short Title: Aerial Adventure Financial Responsibility. (Public)

Sponsors:

Referred to:

February 16, 2017

1 A BILL TO BE ENTITLED  
2 AN ACT TO REQUIRE AERIAL ADVENTURE PARKS TO MAINTAIN CERTAIN  
3 MINIMUM INSURANCE COVERAGES, AS RECOMMENDED BY THE LEGISLATIVE  
4 RESEARCH COMMISSION COMMITTEE ON REGULATORY AND RATE ISSUES IN  
5 INSURANCE.

6 The General Assembly of North Carolina enacts:

7 **SECTION 1.** Chapter 66 of the General Statutes is amended by adding a new Article  
8 to read:

9 "Article 47.

10 "Zip Line and Challenge Course Financial Responsibility.

11 **"§ 66-450. Definitions.**

12 The following definitions apply in this Article:

- 13 (1) Aerial adventure/trekking park. – A self-guided challenge course that is  
14 supervised and open to the public, where access is controlled.  
15 (2) Canopy tour. – An aerial exploration or transit of the forest canopy, most  
16 commonly by means of a series of zip lines or aerial walkways with platforms.  
17 (3) Challenge course. – A facility or facilities consisting of one or more elements  
18 that challenge participants. Examples of a challenge course include an aerial  
19 adventure/trekking park, a canopy tour, and a zip line tour.  
20 (4) Commissioner. – The Commissioner of Insurance.  
21 (5) Element. – An apparatus provided for a unit of activity on a challenge course.  
22 Examples of an element include items designed to simulate rock climbing,  
23 beams, bridges, cable traverses, climbing walls, nets, platforms, ropes, swings,  
24 towers, zip lines, and jump systems. Elements may be installed on or in trees,  
25 poles, portable structures, or buildings, or as part of a self-supporting structure.  
26 (6) Person. – An individual, association, partnership, limited liability company,  
27 firm, corporation, or private organization.  
28 (7) Zip line. – A lifeline suspended between support structures that enables a  
29 person attached to a pulley to traverse from one point to another propelled by  
30 the force of gravity or a passive method of controlled acceleration.  
31 (8) Zip line tour. – An aerial exploration or transit of a landscape by means of a  
32 series of zip lines and platforms generally support by man-made structures.

33 **"§ 66-451. Liability insurance.**

34 (a) Insurance Required. – A person cannot own or operate a zip line, challenge course, or  
35 any other similar activity unless the person carries insurance coverage provided by an accepted  
36 insurer of at least one million dollars (\$1,000,000) per occurrence and two million dollars



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1 (\$2,000,000) in the aggregate. The insurance contract cannot include per person sublimits to  
2 liability. A person required to be insured under this section must immediately notify the  
3 Commissioner upon receipt of notice of cancellation, suspension, or nonrenewal of the policy.

4 (b) Proof of Insurance. – A person operating a zip line, challenge course, or similar activity  
5 must provide proof of insurance coverage upon request by the Commissioner. Upon failure of the  
6 person to provide proof of insurance, the Commissioner must prevent or stop operation of the  
7 facility or activity until the person provides proof of the required insurance coverage.

8 (c) Acceptable Insurer. – The insurance contract must be provided by an insurer or surety  
9 that is acceptable to the Commissioner and authorized to transact business in this State. The  
10 Commissioner cannot accept any commercial general liability insurance policy unless it obligates  
11 the insurer to give written notice to the person at least 30 days before any proposed cancellation,  
12 suspension, or nonrenewal of the policy.

13 **"§ 66-452. Exceptions.**

14 This Article does not apply to any one or more of the following:

15 (1) A zip line or challenge course installed at a private residence that is not open to  
16 the public and for which no fee is charged.

17 (2) A zip line or challenge course owned or operated by the State, a unit of local  
18 government, or any political subdivision thereof.

19 **"§ 66-453. Rule-making authority.**

20 The Commissioner must adopt rules to implement this Article."

21 **SECTION 2.** The rule-making authority set out in G.S. 66-453, as enacted by Section  
22 1 of this act, becomes effective when this act becomes law. The remainder of this act becomes  
23 effective June 1, 2018.