

GENERAL ASSEMBLY OF NORTH CAROLINA
SESSION 2017

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SENATE BILL 100
Finance Committee Substitute Adopted 3/8/17
PROPOSED HOUSE COMMITTEE SUBSTITUTE S100-PCS45454-TU-24

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
4 LEGISLATIVE RESEARCH COMMISSION COMMITTEE ON REGULATORY AND
5 RATE ISSUES IN INSURANCE.

6 The General Assembly of North Carolina enacts:

7 **SECTION 1.** Chapter 66 of the General Statutes is amended by adding a new
8 Article 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
17 platforms.
18 (3) Challenge course. – A facility or facilities consisting of one or more devices
19 that challenge participants. Examples of a challenge course include an aerial
20 adventure/trekking park, a canopy tour, and a zip line tour.
21 (4) Commissioner. – The Commissioner of Insurance.
22 (5) Device. – An apparatus provided for a unit of activity on a challenge course.
23 Examples of a device include items designed to simulate rock climbing,
24 beams, bridges, cable traverses, climbing walls, nets, platforms, ropes,
25 swings, towers, zip lines, and jump systems. Devices may be installed on or
26 in trees, poles, portable structures, or buildings, or as part of a
27 self-supporting structure.
28 (6) Person. – An individual, association, partnership, limited liability company,
29 firm, corporation, or private organization.
30 (7) Zip line. – A lifeline suspended between support structures that enables a
31 person attached to a pulley to traverse from one point to another propelled
32 by the force of gravity or a passive method of controlled acceleration.
33 (8) Zip line tour. – An aerial exploration or transit of a landscape by means of a
34 series of zip lines and platforms generally supported by man-made
35 structures.



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1 **"§ 66-451. Liability insurance.**

2 (a) Insurance Required. – A person cannot own or operate a challenge course, zip line,
3 or other similar device unless the person carries insurance coverage provided by an accepted
4 insurer of at least one million dollars (\$1,000,000) per occurrence and two million dollars
5 (\$2,000,000) in the aggregate against liability for injury to persons or property arising out of
6 the operation of such facility or use of such device. The insurance contract cannot include per
7 person sublimits to liability. A person required to be insured under this section must
8 immediately notify the Commissioner upon receipt of notice of cancellation, suspension, or
9 nonrenewal of the policy.

10 (b) Proof of Insurance. – A person operating a challenge course, zip line, or other
11 similar device must provide proof of insurance coverage upon request by the Commissioner.
12 Upon failure of the person to provide proof of insurance, the Commissioner must prevent or
13 stop operation of the facility or other similar device until the person provides proof of the
14 required insurance coverage.

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

20 **"§ 66-452. Exceptions.**

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

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

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

26 **"§ 66-453. Rule-making authority.**

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

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