

What does it mean when your engineering contract requires an engineer to **"indemnify" a client?**

"Indemnify" simply means to compensate for a loss.



For example, in a contract for engineering services, an indemnification clause might ask for compensation for damages caused by the engineer's professional negligence.

The problem is that the

INDEMNIFICATION CLAUSE

> could open the door to much broader and more dangerous financial risk.

Unreasonable indemnification clauses may ask engineers to take financial responsibility for ANY of their actions whether negligent or not,

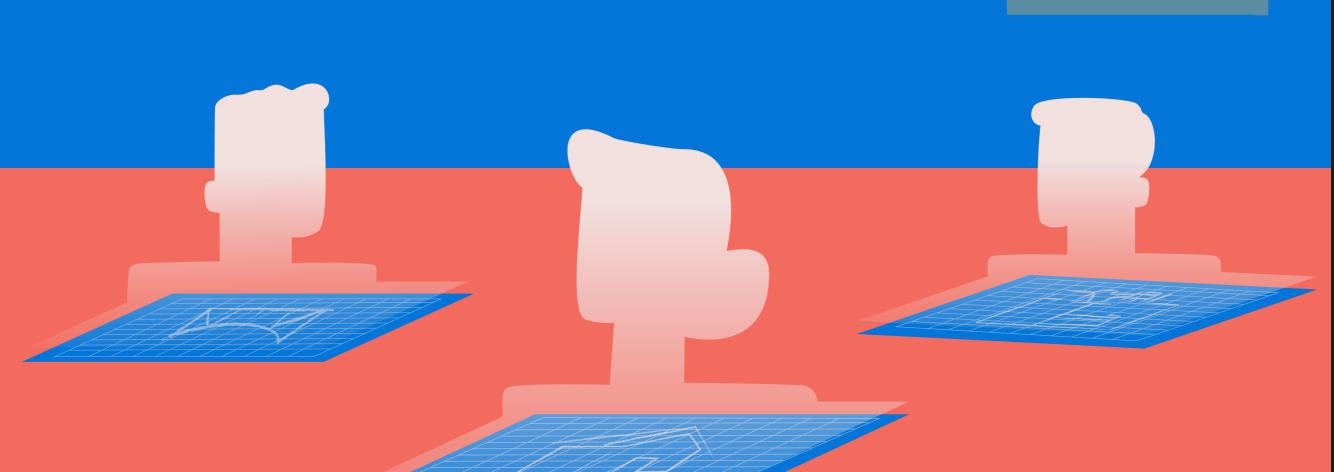
> or even for damages caused by OTHER PARTIES.

Can you imagine being asked by another party to pay for the damages

THEY CAUSED?

This is called BROAD-FORM INDEMNIFICATION

It's unfair, and it should not be allowed in ANY design professional contracts.



Keep in mind that very often engineers and other design professionals

HAVE NO CHOICE

CONTRACT

but to accept unfair indemnification provisions

The bargaining power is usually on the client's side.



ENGINEER

The ONLY WAY

to protect all design professionals from this financially devastating risk is to do what a number of states have done already:

PASS



So we urge you to share this message with your state legislators and encourage them to

MAKE BROAD-FORM

INDEMNIFICATION VOID &

UNENFORCEABLE

in your state.

It's good public policy and the right thing to do.

