

# Faulty Workmanship Coverage Endorsement

For Best Choice and Clear Spring Contractor General Liability



btis

Discover our Faulty Workmanship Coverage endorsement for your contractors! This unique coverage, offered with our Best Choice and Clear Spring programs, sets us apart from other markets. With a **\$10,000 limit**, it provides coverage due to faulty workmanship, materials, and products excluded by standard policies. By obtaining this affordable coverage for your clients, you can enhance their overall insurance protection to operate their contracting business confidently.

Clear Spring Insurance



Added Protection for Your Clients



As Low As \$30 Minimum Premium



Unique Coverage only at BTIS

## Coverage Details

### Specific Class Examples

- **91340 Carpentry - Residential**  
Failure to obtain a permit or meet building codes and building department requires removal of the work performed.
- **92478 Electrical - Within Building**  
Installation of wiring, switches, breaker, or fixtures that are either insufficient or in contravention with plans and specifications requires replacement.
- **94569 Floor Covering - No Tile**  
Improper installation of vapor barrier may cause warping and require replacement of exotic wood flooring.
- **95647 Heat/AC no LPG**  
While replacing an HVAC unit, faulty installation of the new unit causes the heat exchanger or compressor to fail, requiring costly repairs.
- **98304 Paint Exterior (3 Stories & Under)**  
After completing the exterior painting of a house, the paint begins to peel and deteriorate. Thus, the entire house must be repainted.

### Actually Covered Claims Examples

- **92215 Driveway, Parking Area or Sidewalk**  
A driveway/sidewalk paving contractor was hired to cover a parking lot with asphalt. Two months after the installation of the parking lot, the client alleged that the original installation was not sticking, and it appeared that the surface was crumbling. The unsatisfied client filed a claim. Although the claim would have been denied under the ISO general liability "business risk" exclusion, the insured had the Faulty Workmanship endorsement as part of his policy. The endorsement provided \$10,000 for the claim.
- **94569 Floor Covering Installation**  
A floor covering and tile/stone installation contractor was hired to install carpet in a residence. A claim was filed alleging the carpet installation was poorly done. The customer claimed there were multiple seam issues, the Berber was not lined up, and the carpet frayed at all transitions. The insured was billed and paid \$2,247.11 for the removal and replacement of the carpet. Because the contractor's Victory policy had the Faulty Workmanship endorsement, the carrier reimbursed the insured.

This is not a policy, but merely a general description of coverages. Refer to actual policy for full coverage details including exclusions and limitations. Your policy will contain all of the terms and conditions applicable in the event of a loss or claim.