

Would Your Business Survive?

We've seen scenarios like this in the news many times: A construction crew wraps up work on a building for the long holiday weekend. Unbeknownst to the general contractor, some oily rags were left in a bin onsite. The blazing July sun and rising temperatures cause the rags to spontaneously combust, destroying everything.

Could your business survive the financial blow of doing the entire building project again?



Course of Construction Insurance (COC) insures buildings or projects under construction against the costs of repair or replacements in the event of an accident like the one mentioned above. Known as Builder's Risk Insurance, COC can protect owners and contractors from the devastating impact of unforeseen accidents and other damages to a construction project. The typical risks covered include:

- Fire
- Lightning
- Explosion
- Impact by aircraft or vehicles
- Riot, vandalism and malicious acts
- Windstorm, hail and rain
- Burglary and theft
- Collapse
- Subsidence

Risks that are typically excluded from COC policies may include mechanical breakdown due to negligent operation; loss due to faulty design, material or workmanship; wear and tear; or inherent vice: a problem or quality incidental to the property itself which brings about its own loss or destruction.

Course of Construction Insurance does not cover a contractor's tools and equipment — owned, leased or loaned — nor does it cover motor vehicles. Combining coverage for Tools and Equipment and Commercial Auto with your COC policy is the better way to protect your assets and construction project from unforeseeable, costly events.