

## Contractor's Errors & Omissions Coverage

### What is Contractors Errors & Omissions Coverage?

*Contractors Errors & Omissions*

*(E & O) coverage is protection for claims when a contractor's work is allegedly faulty or defective, and is installed or incorporated into other products or property causing a loss associated with the replacement or reworking of the defective work.*

### Why would a contractor need E&O Coverage?

*Here are two scenarios to consider.*

*Carpet Installer -- A flooring contractor picks up the wrong carpet at the dealer and mistakenly installs it in a customer's home. The installer has to remove the incorrect carpet and replace it with the correct product.*

*Total contractor loss: \$3,000.*

*Fence Erection -- A fencing contractor misreads the site plan while installing a fence. As a result, the fence is installed significantly over the property line. The fence has to be removed and reinstalled.*

*Total contractor loss: \$35,000.*

### What businesses can be covered by Contractors E & O Coverage?

*Many! To see if your business can be covered, please contact your independent insurance agent.*