

Explanatory Notes Contract Works and Construction Liability

Express access single project quotation slip



Express assess single project quotation slip

Information detailed below is designed to assist in the accurate completion of the Express Assess quotation form. Some risks will be more complicated and will require additional information. In these circumstances, a Vero Insurance underwriter will contact you to discuss the additional requirements.

(A) Details of person(s) proposed for insurance

Advise by completing in the relevant section of the quotation form full details of the following parties:-

Name of policy holder – this is essentially your client or the entity that is taking out the insurance cover and could be either the Developer, Home owner, Head Contractor or the Project Manager.

Name of Principal – only if different from the policyholder, e.g. if the head contractor is the insured, the homeowner or developer will be the principal.

Name of Head Contractor – this is the main building contractor on the project. Please note you must also provide that builder's licence number and licence type along with their building association, e.g. HIA or MBA.

A complete definition of the persons insured under the policy can be found in the Vero Insurance policy wording.

Note: It is a requirement that **three years** claims experience be provided for both the principal and the head contractor.

(B) Project details

1. Site name or location reference

Address or other identifying description of the site at which building works will take place.

2. Type of project

Choose the appropriate type of project from below:-

- ▼ Builders Residential Contract Works – Material Damage Only.
- ▼ Builders Residential Contract Works – Material Damage and Liability.
- ▼ Property Owner/Developer Residential – Material Damage Only.
- ▼ Property Owner/Developer Residential – Material Damage and Liability.
- ▼ Builders Commercial Contract Works – Material Damage Only.
- ▼ Builders Commercial Contract Works – Material Damage and Liability.
- ▼ Property Owner/Developer Commercial – Material Damage Only.
- ▼ Property Owner/Developer Commercial – Material Damage and Liability.
- ▼ Tradesmen/Contractor Residential – Material Damage Only.
- ▼ Tradesmen/Contractor Residential – Material Damage and Liability.
- ▼ Tradesmen/Contractor Commercial – Material Damage Only.
- ▼ Tradesmen/Contractor Commercial – Material Damage and Liability.
- ▼ Industrial Construction/Erection Works.

Note: erection type covers, e.g. installation of plant and machinery, cannot be quoted via the Express Assess system.

3. Building owner status

Select the appropriate description from below:-

- ▼ Work Performed by Licensed Builder Who is NOT the Ultimate Owner.
- ▼ Work Performed by Licensed Building For Own Home.
- ▼ Work Partly or Totally Performed by Owner Builder.

Note: to supply a quote for owner builders we will need to be satisfied that the selected contract period (which must be less than 12 months) will not require extension, and that the owner builder has a strong commitment to finish the project in the shortest possible time.

4. Contract value

We require the actual estimated value of the building contract including engineering, architectural and site preparation costs but excluding the sub-limits mentioned in section (C), paragraphs 1, 3, 4, 5, 6, 7, 8 and 9.

5. Type of building work

Select the appropriate description from below:-

- ▼ One-off Policy for New Building.
- ▼ One-off Policy for Building Extension.
- ▼ One-off Policy for Building Refurbishment Work.
- ▼ One-off Policy for New Building and Extension.
- ▼ One-off Policy for New Building and Refurbishment Work.
- ▼ One-off Policy for Extension and Refurbishment.
- ▼ One-off Policy for New Building, Extension and Refurbishment Work.

6. Building height (floors)

Choose one of below options:

(Note: We will require additional information for buildings above (3) storeys.)

- ▼ All Buildings No Higher than Three (3) Storeys of Useable/Habitable Floor Space.
- ▼ Some or All Buildings Above Three (3) Storeys of Useable/Habitable Floor Space.

7. Basement floors

Choose one of the below options:

(We will require additional information for buildings with one or more habitable/useable basements.)

- ▼ All Buildings Without Useable/Habitable Basement Floor Space.
- ▼ Some or All Buildings With One or More Useable/Habitable Basements.

8. Contract period

Nominate whether the contract period is 18 months or less, or more than 18 months.

9. Maintenance period

Automatic cover will be granted for a 3-month maintenance period (if a longer period is required please nominate applicable term and a rate loading will apply).

(C) Cover details

Note that questions 1, 3, 4, 5, 6, 7, 8, 9 and 10 require indication as to which, if any, of these options covers are required and, if so, a sum insured must be stated.

1. Plant and equipment cover

Select the appropriate description from below:-

- ▼ No Plant and Equipment Cover Required.
- ▼ Tools of Trade at Site Only.
- ▼ Static Plant and Equipment at Site Only.
- ▼ Unregistered Mobile Plant and Equipment.
- ▼ Registered Mobile Plant and Equipment.

Nominate limit in any one loss as well as overall value of plant and equipment.

2. Display home cover

Display home cover requires its own specific underwriting information. These requests will be referred to the Vero Insurance underwriter.

Please select the appropriate description from below:-

- ▼ Vero Insurance does not have the Insured's Annual Policy.
- ▼ Some/all display home location are NOT specified.
- ▼ Some/all buildings still require further finishing work.
- ▼ Insured wants to cover carpets, blinds and/or curtains.
- ▼ Some/all homes have partial or no floodlighting.
- ▼ Some/all homes have partial or no backyard fencing.
- ▼ Some/all homes have random or no patrol visits.
- ▼ Some/all homes have partial or no security alarm service.
- ▼ Some/all homes have swimming pools or outdoor spas.
- ▼ No referral nor excluded by the above or having better protection than above.

3. Removal of debris

Automatic cover to 10% of limit of Contract Value will be granted.

4. Professional fees

If cover is required for **Professional Fees** a sub-limit will be required and a rate loading will apply. (Maximum 5% of estimated contract value.)

5. Expediting expenses

If cover is required for **Expediting Expenses** a sub limit will be required and a rate loading will apply. (Maximum 5% of estimated contract value.)

6. Loss mitigation expenses

If cover is required for **Loss Mitigation Expenses** a sub limit will be required and a rate loading will apply. (Maximum 5% of estimated contract value.)

7. Materials in storage off-site

If cover is required for **materials stored off site** a sub-limit will be required and a rate loading will apply. (Maximum 10% of estimated contract value.)

8. Materials in transit to site

Transit cover is available within Australia for material being transported to the contract site intended for incorporation within the contract works project. Cover is limited to fire, flood, collision and overturning of the conveyance in which they are being transported or by theft or malicious damage. A sub-limit must be chosen if this cover is required and a rate loading will apply. (Maximum of \$50,000.)

9. Existing property

Two types of cover are available. Select that which is required:

- ▼ Endorsement (a) Static cover plus cover arising out of the contract works.
- ▼ Endorsement (b) Cover arising out of the contract works only.

10. Legal liability limit

Select a limit of indemnity. The options available are \$5m, \$10m or \$20m. **For display homes, maximum limit is \$10m.**

(D) Referral risk type

The below mentioned risks will require individual attention and additional information. Indicate on quote slip risks demonstrating any of the below mentioned characteristics and a Vero Insurance underwriter will advise what specific information is required to complete the quotation.

- ▼ Risks outside the Commonwealth of Australia.
- ▼ Any work involving day labour or voluntary labour (this is a major liability exposure and if you have any doubts please refer your Vero Insurance underwriter).
- ▼ Any contract involving use of explosives or demolition.
- ▼ Civil works other than site preparation for single buildings.
- ▼ Any work within 10m of rivers, lakes, sea.
- ▼ Swimming pool contractors.
- ▼ Pole/stilt homes more than 3m above ground level.
- ▼ Any work by builders in liquidation.
- ▼ Use of policy wordings other than Vero Insurance.
- ▼ Any refurbishment of schools, hospitals, universities and the like.
- ▼ Run-off legal liability and/or stand alone legal liability policies.
- ▼ Cover for work already commenced before insurance is purchased.
- ▼ Any work involving underpinning of neighbouring structures.
- ▼ Any work involving weakening or removal of structural supports.
- ▼ Any work involving dewatering and/or piling other than house stumps less than 2m.
- ▼ None of the above referred risk restrictions apply.

(E) Deductibles

The minimum and default deductible will be \$500. Higher deductibles will reduce the rate and should be nominated where required. Certain risks due to their nature will be required to have higher deductibles.

(F) Contract works rates

This section with regard to premium rates will be completed by the Vero Insurance underwriter.

A separate quote will be given for both Contract works material damage and liability covers expressed as both \$ and % before government charges. Broker will need to nominate the level of commission required, if no commission is nominated we will default to 15%.

(G) Contractors' tools, plant and equipment rates

This section with regard to premium rate will be completed by the Vero Insurance underwriter.

A separate rate will be given for Contractors' plant and equipment where this cover has been requested.

Broker will need to nominate the level of commission required. If no commission is nominated we will default to 15%.

The policy wording Vero Insurance's contract works and legal liability policy with Terrorism, GST and E-Risk endorsements applicable. Other endorsements may also apply.

A copy of the policy wording and endorsements can be obtained from the Vero Insurance website: vero.com.au

(H) Quotation sign off

This section will be completed by the Vero Insurance underwriter.

(I) Placing slip

The quotation slip converts into a placing slip on request from the broker. This document, once signed by Vero Insurance (unless otherwise advised), will be sufficient for completion of cover when accompanied by a closing (no proposal required).

- ▼ The broker must request confirmation of placement by advising attachment date etc.
- ▼ Once received underwriter will sign off.
- ▼ There is a free type field at the bottom of the quote/placing slip that can be used for additional commentary.

Contact us

When form is completed, you can send the form to the below fax number.

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Fax: **1800 772 729**

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