



Construction

Contractors General Liability Extension Endorsement Claim Scenarios

Contractors General Liability Extension Endorsement (GLEE)

This endorsement is a valuable coverage enhancement that addresses many industry-specific coverages relevant to contractors, including:

- Miscellaneous Additional Insureds
- Incidental Healthcare Malpractice
- Terminated JV/Partnerships/LLC (Insured's Interest)
- Expanded Personal and Advertising Injury
- Increased Medical Payments
- Legal Liability and Borrowed Equipment
- Non-Owned Watercraft Extension
- Non-Owned Aircraft Extension
- Contractual Liability for Personal and Advertising Injury
- Increased Supplementary Payments
- Liquor Liability Extension
- Broad Named Insured including Newly Formed and Acquired Organizations
- Liberalization Clause
- Unintentional Failure to Disclose Hazards
- Notice of Occurrence
- Broad Knowledge of Occurrence
- Aggregate Limits Per Project
- Bodily Injury – Extension of Coverage
- Expected or Intended Injury
- Wrap-Up Extension
- Contractual Liability – Railroads
- Blanket Waiver of Subrogation
- In Rem Actions
- Electronic Data Liability Sublimit
- Broadened Liability Coverage for Damage to "Your Work" Sublimit
- Primary and Noncontributory to Other Insurance

Please see the reverse side for claim scenarios that address these specific GLEE coverages.

Contractors GLEE Coverage Enhancement	Claim Scenario	Typical Response	CNA Response
Owner Controlled Insurance Programs or Consolidated (Wrap-Up) Insurance Programs — Non-Residential	Knee Deep Excavation took part in a major construction project involving a high-rise, commercial office complex. The project provided insurance for all participating contractors under a wrap-up policy with a limit of \$100 million. Equipment that Knee Deep Excavation brought on site leaked fuel into a water pond that was the visual centerpiece of the project.	The wrap-up policy excluded pollution, and Knee Deep Excavation's general liability policy excluded work done under a wrap-up.	This GLEE enhancement provides excess and difference-in-conditions coverage for both ongoing and completed operations over commercial wraps-ups. This coverage is limited to ongoing operations for residential wrap-ups. In conjunction with CNA's Limited Pollution Liability Coverage – Worksites Endorsement, Knee Deep Excavation had the protection for this incident.
Joint Venture, Partnership, Limited Liability Company	Dirty Landscaping was part of a joint venture that performed operations five years ago. A separate policy purchased to cover this new entity provided completed operations coverage for only three years. There is now a completed operations loss and Dirty Landscaping's partners in the joint venture have since ceased operations. The claimant is looking to Dirty Landscaping for 100% indemnity.	Under most policies, there would be no coverage for work done under a joint venture since it is considered a separate legal entity.	Under this coverage enhancement, Dirty Landscaping would have coverage for their interests only for prior joint ventures if there is no other valid and collectible insurance purchased specifically to cover the joint venture, and provided the loss did not occur prior to the termination date of the joint venture (or, in this case, within the extended three-year completed operations coverage grant).
Aggregate Limits Per Project	Can Do Construction had numerous claims at multiple job sites. The total of the claims exceeded the General Aggregate Limit of their Commercial General Liability policy.	Many insurance carriers provide either one aggregate or otherwise cap the aggregate limit, regardless of the number of job sites.	The Aggregate Limits Per Project coverage enhancement applies a separate general aggregate limit for ongoing operations at each construction project away from premises owned or rented to the insured.
Legal Liability and Borrowed Equipment	Needy Equipment obtained a bid on a project that is larger than one of their typical jobs. They were able to borrow equipment from a friendly competitor to complete the project. After hours, while the equipment was stored in the yard, a fire completely destroyed the equipment.	Most General Liability policies have exclusions for damage to property loaned to an insured or in their care, custody and control.	The Legal Liability and Borrowed Equipment coverage enhancement covers Needy Equipment for tools and equipment loaned to them, and not being used to perform operations at the time of the loss.
Contractual Liability — Railroads	Chug Along Construction built a new station adjacent to railroad tracks at a suburban location. They were required to indemnify the railroad, but discovered after a loss that their policy did not consider this type of indemnification an insured contract.	Most General Liability policies exclude indemnification agreements with railroads arising out of construction within 50 feet of any railroad property.	This coverage enhancement removes the contractual exclusion for operations performed within 50 feet of railroad property.
State or Political Subdivisions	All Out Concrete occasionally does commercial jobs requiring additional insured status for state or political subdivisions whenever they issue a permit.	Many insurance carriers require notification and endorsements for each and every request to name an additional insured.	Under this coverage enhancement, additional insured status is automatically given to any state or political subdivision requiring additional insured status under a written contract when it has issued a permit.

For additional information, contact your local branch or visit cna.com.