

INSURANCE REQUIREMENTS FOR CONTRACTORS

Based on city ordinance(s) and state law, the following insurance requirements are in effect and proof of coverage must be furnished to the City before a permit can be issued. The certificate of insurance should be issued to: City of La Porte – Inspection Services Div. – 604 W. Fairmont Parkway – La Porte, TX 77571 (Fax #281-470-5005).

BUILDING, ELECTRICAL, LAWN SPRINKLER, VENT HOOD INSTALLER, FIRE ALARM AND FIRE SPRINKLER INSTALLER/CONTRACTORS, ETC.

- 1) Worker's Compensation Insurance on each and every employee as required and in accordance with the Worker's Compensation Act of the State of Texas.
- 2) Public Liability Insurance to the extent of \$50,000.00 for any One Accident and \$100,000.00 for any One Person.
- 3) Property Damage Insurance to the extent of \$10,000.00 for each Occurrence \$100,000.00 in the Aggregate.

ELECTRICAL CONTRACTORS Effective March 1, 2004, 29 TexReg 1653

- a) Electrical contractors and electrical sign contractors are required to maintain at least the minimum general liability insurance coverage at all times to satisfy proof of financial responsibility. The insurance must:
 - (1) be at least \$300,000 per occurrence (combined for property damage and bodily injury);
 - (2) be at least \$600,000 aggregate (total amount the policy will pay for property damage and bodily injury coverage); and
 - (3) be at least \$300,000 aggregate for products and completed operations.
- (b) A license applicant or licensee shall file with the Department a completed certificate of insurance or other evidence satisfactory to the Department when applying for an initial and renewal licenses and upon request of the Department.
- (c) Proof of the required general liability and workers' compensation insurance can be submitted on an industry standard certificate of insurance form with a 30 day cancellation notice. Workers' compensation coverage may be established by a certificate of authority to self insure, or an applicant may state that it has elected not to obtain worker's compensation coverage.
- (d) A licensed contractor shall furnish the name of the insurance carrier, policy number, name, address, and telephone number of the insurance agent with whom the contracting company is insured to any customer who requests it.

- (e) Insurance must be obtained from an admitted company or an eligible surplus lines carrier, as defined in the Texas Insurance Code, Article 1.14-2, or other insurance companies that are rated by A.M. Best Company as B+ or higher.

PLUMBING AND MECHANICAL CONTRACTORS

- 1) Worker's Compensation Insurance on each and every employee as required and in accordance with the Worker's Compensation Act of the State of Texas.

Public Liability and Property Damage Insurance written under the supervision of the Texas State Board of Insurance Commissioners.

- 2) Provided for commercial general liability insurance for the master plumber for Claims for property damage or bodily injury, regardless of whether the claim arises from a negligence claim or on a contract claim; and
- 3) A coverage amount of not less than \$300,000.00 for all claims arising in any one (1) year period.