



Control. Continuity. Completion.

The risks faced by general contractors are always changing — unique to each project, and to each company.

Serving 75 contractors
on the ENR Top 100¹

\$1.7B+ LM Total construction²

87th on the Fortune 500

100 years of construction
experience³

"A" from A.M. Best Company;
"A2" from Moody's;
"A" from Standard & Poor's

Subcontractor Default Insurance (SDI)

Powerful protection for the construction industry

The risk of subcontractor failure goes beyond the financial cost to complete the defaulted subcontractor's work. Schedule delays, diminished reputations, negative impacts to other subcontractors and suppliers, frustrated project teams, and management distraction are common consequences of subcontractor default.

If subcontractor default is among the concerns at the top of your list, SDI from Liberty Mutual can help. SDI is a niche protection tool that offers general contractors financial security, while retaining the control over the solutions to complete the defaulted subcontractor's scope of work.

SDI from Liberty Mutual provides an efficient solution to a complex situation, supporting successful project completion — and keeping projects on schedule and on budget.

A powerful safety net

SDI is different from a surety bond but tackles the same goals: risk mitigation and project completion. By embedding SDI within surety underwriting, we leverage the collective power of our construction specialists to offer a powerful safety net for general contractors, offering not just protection, but peace of mind.

Comprehensive risk solutions

With Liberty Mutual, you get an integrated bond and insurance program with a customer experience built on our foundation of financial strength and construction acumen.

SDI is just one part of a comprehensive suite of coverages created for general contractors: property, casualty, builder's risk, inland marine, SDI, surety bonds — or any combination. And with our strong financial ratings, plus the strength and stability to have weathered more than 100 years of industry changes, it's clear why our construction customers trust us to be their full-service carrier of choice. We put the full strength of our organization behind every project you take on.

¹ Reflective of Liberty Mutual core and specialty business data

² Includes core insurance lines and specialty construction business data

³ Based on Liberty Mutual internal data

Liberty is here for you. Today. Tomorrow. Together.

Visit us online at
libertymutualsurety.com
or contact us at sdihomeoffice@libertymutual.com



Follow us on LinkedIn and be in the know on emerging trends, legislative updates, and announcements.



Liberty
Surplus Insurance
Corporation™

Find support

The broker is integral to a successful SDI program. With Liberty Mutual as a partner, we're building long-term, mutually beneficial relationships without compromising your independence.

- **Technology to boost efficiency** — Our size and scale allow us to invest in automated systems such as an agents' portal, which provides professional reports and "at your fingertips" visibility into SDI policies, endorsements, enrollment, and other materials necessary to run a productive SDI practice.
- **Staying informed** — Everything from macroeconomic reports to timely emerging trends articles is provided to help you and your contractors understand developments in the construction industry.
- **Risk services** — Our team of real-world construction professionals provides specialized resources such as field operations training in subcontractor default loss avoidance and mitigation, assessing a general contractor's approach, and subcontractor prequalification.
- **Seamless claims management** — An in-house SDI claims team has a fundamental difference over one that outsources: collaboration. The synergy among our construction experts working together — claims, underwriting, finance, and legal — results in a more efficient claims resolution process.
- **Dedicated customer experience** — From staff training to operational or technical assistance, our dedicated SDI team ensures uninterrupted delivery of quality customer service, which is essential to help solve issues or prevent avoidable delays.

Subcontractor Default Insurance is written through Liberty Surplus Insurance Corp, a surplus lines insurer, which is not licensed by the state (except for NH). Surplus lines insurers do not generally participate in state guaranty funds and insureds are not protected by such funds. Surplus lines coverage may only be obtained through duly licensed surplus lines brokers.

This document provides a general description of this program and/or service. See your policy, bond, service contract, or program documentation for actual terms and conditions. Insurance and surety are underwritten by Liberty Mutual Insurance Company or its affiliates or subsidiaries.

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