

## We make it easy for you to do business with us!

A dishonest employee can harm a business. Liberty Mutual Surety works closely with our independent agents and brokers to provide their customers with business services bonds. Business services bonds protect businesses in the event a dishonest act of one of their employees results in a loss to a customer. This is different from standard fidelity coverage, which only protects the business, not its customers.



### Frequently asked questions

Is the employee dishonesty coverage under a business service bond the same as employee dishonesty coverage under a Crime Policy?

No, employee dishonesty coverage under a crime policy protects the employer for employee dishonesty losses committed against the employer. Under a business service bond, the coverage protects the employer from dishonest acts committed by the employer's employees against the employer's customers (subscribers).

Does the coverage provided on a business service bond extend to all employees?

It covers all employees in part-time and full-time permanent service. If the business is a corporation, directors or trustees (who are not also officers or employees in some other capacity) are not covered.

Which property is covered under a business service bond?

It covers direct loss of money or other property from any and all subscribers which belongs to the subscriber(s) or in which the subscriber(s) has pecuniary interest or for which the subscriber is legally liable.

[libertymutualsurety.com](https://libertymutualsurety.com)

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

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## Business services bonds



Smart business solutions that protect businesses

## Common businesses served

- Appliance repair
- Burglar alarm installation
- Carpet cleaning
- Catering
- Child care (excluding minors)
- General repair
- Health care
- Home photography
- Interior decorating
- Janitorial services
- Lawn services
- Locksmiths
- Painting
- Pest control
- Pet sitting
- Plumbing contractors
- Pool cleaning
- Security guard
- Temporary employment
- Agencies
- Window/gutter cleaning
- Maid services
- Messenger services
- Moving companies
- Other contractors

## Why add a business service bond?

- In addition to protecting the business from losses incurred by dishonest acts of employees, it also discourages employee dishonesty because they know they will be facing an investigation by the bonding company if trust is betrayed.
- These bonds are a cost-effective addition to a business's insurance coverage or standalone bond coverage.
- Most importantly, customers will be glad to know the employees performing work are bonded.

## Application

Fax the completed application to (866) 547-4883 or scan and email it to [bonds@libertymutual.com](mailto:bonds@libertymutual.com)

Agency name: \_\_\_\_\_

Agency no: \_\_\_\_\_

Phone number: \_\_\_\_\_

Email: \_\_\_\_\_

### Applicant information

Business name: \_\_\_\_\_

Type of business: \_\_\_\_\_

Address: \_\_\_\_\_

\_\_\_\_\_

Effective date: \_\_\_\_\_

Business phone: \_\_\_\_\_

Length of time in business: \_\_\_\_\_

Have you sustained any employee dishonesty losses in the past six years?  Yes  No

If yes, please include details: \_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

Number of employees (full and part time): \_\_\_\_\_

### Bond information

Amount of coverage requested:

\$5,000  \$10,000  \$25,000

\$50,000<sup>1</sup>

Term of bond:  1 year  3 years

Effective date of bond: \_\_\_\_\_

<sup>1</sup> Above \$50,000 please contact the National Bond Center at (888) 844-2663 or your local agent/underwriter

## Rates

		Coverage			
		\$5,000	\$10,000	\$25,000	\$50,000
Employees	1-5	\$100	\$127	\$189	\$260
	6-10	\$136	\$183	\$268	\$363
	11-15	\$175	\$238	\$347	\$465
	16-20	\$214	\$294	\$426	\$567
	21-25	\$153	\$348	\$504	\$669

Above rates based on "\$0" deductible. Other rates available upon request, please contact bond department.

### Applicable terms and conditions are set forth in the bond form itself.

- In order to protect you and your employees against unjustified allegations of dishonesty, the employee must be convicted before coverage will apply.
- Exclusions:
  - 1) Defense of any legal proceeding;
  - 2) Potential income;
  - 3) Damages of any type for which the obligee or subscriber is legally liable, except direct compensatory damages arising from a loss covered under this bond;
  - 4) Costs, fees and other expenses incurred by the obligee or subscriber in establishing the existence of, or the amount of, loss covered under this bond.
- Subscriber – Any customer with whom the bond holder conducts business.
- Texas – "Convicted" means adjudication of guilt or an order to deferred adjudication.
- North Carolina has an employee indictment requirement.