



BUILDERS' RISK ENDORSEMENT

Building Under Renovation

The coverage under this endorsement is subject to the *terms* contained in *your* policy.

DEFINITIONS

The following definition applies to this policy form:

1. ***Building under renovation*** means the actual cash value of materials and labor comprising the value of improvements, installations, alterations or repairs installed in the building described in the Declarations; including:
 - a. Foundations built for the ***building under renovation***;
 - b. The following property located within 100 feet of the ***building under renovation*** if intended to become a permanent part of the building or structure:
 - 1) Fixtures and machinery;
 - 2) Equipment used to service the building; and
 - 3) ***Your*** building materials and supplies used for the renovation.
 - c. If not covered by other insurance, temporary structures built or assembled on site, including cribbing, scaffolding and construction forms.

WHAT WE PAY FOR

Coverage A-Building in the General Policy Provisions is deleted and replaced with the coverage provided in this Builders' Risk Endorsement. Coverage A-Building means the ***building under renovation***.

1. ***We*** pay for accidental direct physical loss or damage to the ***building under renovation*** resulting from a covered cause of loss at the ***insured premises***.
2. ***We*** pay for building materials and supplies of others.
 - a. ***You*** may extend the insurance provided by this endorsement when there is accidental direct physical loss or damage resulting from a covered cause of loss to apply to building materials and supplies that are:
 - 1) Owned by others;
 - 2) In ***your*** care, custody or control;
 - 3) Located in or on the building described in the Declarations or within 100 feet of the ***building under renovation***; and
 - 4) Intended to become a permanent part of the building.
 - b. The most ***we*** will pay is \$5,000 at each premises described in the Declarations. ***Our*** payment for loss or damage to property of others will only be for the account of the owner of the property.

INCIDENTAL COVERAGES

The Incidental Coverages in the General Policy Provisions of ***your*** policy are deleted and replaced with the following:

1. **Removal-**
 - a. **Emergency Removal-We** cover Emergency Removal as follows:
 - 1) If ***you*** remove covered property from the ***insured premises*** to preserve it from damage from a covered cause of loss, ***we*** pay for any loss or damage while the property is being removed and transported. Once removed from the ***insured premises***, such property is covered against accidental direct physical loss or damage from a covered cause of loss for a period up to 10 days. This coverage

does not extend past the expiration date of the policy.

2) **We** pay up to \$250 towing charge for emergency removal to move a covered mobile structure endangered by a covered cause of loss.

b. **Debris Removal-We** cover the cost of removing debris of covered property caused by a covered cause of loss under this policy. This coverage does not include costs to:

- 1) Extract *pollutants* from land or water; or
- 2) Remove, restore or replace polluted land or water.

We will not pay any more under this debris removal coverage than 25% of the amount **we** pay for the direct loss or damage.

We will not pay any more for loss to property and debris removal combined than the amount of insurance for the property.

We will not pay any expenses unless they are reported to **us** within 180 days of the accidental direct physical loss or damage to covered property.

No deductible applies to this coverage.

WHAT WE DO NOT PAY FOR

We do not pay for:

1. The value of the building existing prior to renovation;
2. Loss of use;
3. Costs due to delay in completion; or
4. Interest on loans and financing costs.

HOW MUCH WE PAY FOR LOSS OR CLAIM

Section 2. under How Much **We** Pay For Loss Or Claim in form SF-20 is amended to read as follows:

2. **Coinsurance-We** require that the amount of insurance be maintained at 100% of the completed value of renovations.

We will not be liable for a greater proportion of any loss than the applicable amount of insurance bears to 100% of the completed value of the renovations.

Coinsurance will be applied prior to application of any deductible.

COVERAGE PERIOD

The insurance provided in this endorsement ends at the earliest of when:

1. The policy expires or is canceled;
2. The property is accepted by the purchaser;
3. The **building under renovation** is completed;
4. The **building under renovation** is occupied or put to its intended use;
5. **You** leave the job site without any intention to complete the work; or
6. **Your** financial or legal interest in the property ceases.

All other **terms** and conditions remain unchanged.