



## BUILDING ORDINANCE OR LAW For Use With Businessowners

This endorsement is attached to and made a part of *your* Businessowners Coverage form.  
Refer to the Declarations if information is not shown on this form.  
The coverage under this endorsement is subject to the *terms* contained in *your* policy.

Amount of Insurance: \$\_\_\_\_\_

### 1. WHAT WE PAY FOR

When there is accidental direct physical loss or damage from a covered cause of loss to Coverage A-Building, *we* pay up to the Amount of Insurance shown above per covered building for increased costs of construction that result from a minimum requirement of an applicable ordinance or law. This coverage includes:

- a. The adjustment of covered loss in accordance with any ordinance or law which governs repair, restoration or demolition of the covered building;
- b. The reasonable costs for demolition and removal of standing, undamaged portions of a covered building when required by state or municipal ordinance; and
- c. The reasonable costs to repair, restore or reconstruct the covered damages to the covered building. The increased costs must be incurred to comply with ordinance or law governing such repair, restoration or reconstruction of a building of similar size and use intended for the same or similar occupancy.

### 2. WHAT WE DO NOT PAY FOR

*We* do not pay for:

- a. More than the costs actually and necessarily incurred for demolition or the costs actually and necessarily incurred to repair or restore in accordance with ordinance or law;
- b. The enforcement of any ordinance or law which requires demolition, repair, replacement, reconstruction, remodeling or remediation of property due to contamination of *pollutants*, wet rot or dry rot;
- c. Any costs incurred in testing for, monitoring, cleaning up, removing, containing, treating, detoxifying, neutralizing or otherwise responding to or assessing the effects of *pollutants*, wet rot or dry rot;
- d. Any costs due to an ordinance or law *you* were required to comply with prior to the loss, even when the building was undamaged, and with which *you* failed to comply;
- e. More than the actual cash value of loss or damage until the property is repaired or replaced with an identical or similar occupancy at the same or another premises;
- f. The repair or replacement unless they are made as soon as reasonably possible after the loss or damage occurs, not to exceed two years, including any claim for any additional amount payable under this coverage; or
- g. More than the increased cost of construction at the original premises, if *you* elect to rebuild at another premises. If ordinance or law requires relocation to another premises, the most *we* will pay is the increased cost of construction at the new premises.

This coverage is not subject to the Ordinance Or Law exclusion in the applicable Causes of Loss form, to the extent the exclusion would conflict with this coverage.

All other *terms* and conditions remain unchanged.