



BUILDERS' RISK ENDORSEMENT (Applicable to Renovations Under Construction)

For an additional premium, *we* provide coverage under this endorsement subject to the *terms* contained in the General Policy Provisions.

WHAT *WE* PAY FOR

We pay for direct physical loss to renovations under construction caused by covered causes of loss except as excluded or limited by *your* policy.

Renovations under construction means the following type of property for which a Limit of Insurance is shown in the Declarations:

1. The actual cash value of materials and labor comprising the value of improvements, installations, alterations or repairs installed in the building(s) under renovation described in the Declarations; including
 - A. Foundations;
 - B. If intended to become a permanent part of the building(s) under renovation described in the Declarations, the following property is covered while in or on the building(s) under renovation or within 100' of the premises:
 - 1) fixtures, machinery and equipment used to service the building(s); or
 - 2) *your* building materials and supplies used for renovation.
2. If not covered by other insurance, *we* will pay for covered loss to temporary structures built or assembled on site, including cribbing, scaffolding and construction forms.
3. At *your* option, *we* will pay up to 2% of the amount of insurance applicable (not to exceed \$2000 or *our* pro-rata share thereof if other insurance applies) for covered loss to similar materials and supplies, being personal property of others, while in *your* care, custody or control while in or on the described building(s) or within 100' of the described premises. This amount is included within the limit of insurance shown in the Declarations.

WHAT *WE* PAY DO NOT PAY FOR

1. The value of the building existing prior to renovation;
2. Land, including the land on which the building is located. This includes, but is not limited to, the cost of grading, filling, excavating, and other similar activities;
3. Lawns, trees, shrubs and plants;
4. Radio and television antennas including their lead-in wiring, masts and towers;
5. Signs;
6. The cost to remove or extract pollutants including the cost of debris removal or disposal. A pollutant means any solid, liquid, gaseous or thermal irritant or contaminant including smoke, vapor, soot, fumes, acids, alkalis, chemicals and waste. Waste includes materials to be recycled, reconditioned or reclaimed;
7. Loss of use;
8. Loss or damage to machinery, tools, equipment or mobile structures;
9. Loss or damage to paved surfaces, pilings, piers, wharves or docks; or
10. Loss or damage, including but not limited to collapse, due to faulty design, plans, specifications or workmanship.

HOW MUCH *WE* PAY FOR LOSS OR CLAIM

The following conditions apply in addition to those shown under **How Much *We* Pay For Loss Or Claim:**

1. Coinsurance Clause.

We require that the limits 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 limit of insurance bears to 100% of the completed value of the renovations.
2. *You* may waive subrogation as to any party only with *our* written permission in advance of any waiver.
3. Coverage under this form terminates when one of the following first occurs:
 - a. this policy terminates or expires;
 - b. the renovation work is completed and accepted by the purchaser;
 - c. *your* interest in the property ceases;
 - d. *you* abandon the renovation;
 - e. the lapse of 90 days after completion of renovations; or
 - f. the renovated building(s) is put to its intended use.