



SPECIAL MULTI-PERIL MANDATORY FORM INCIDENTAL COVERAGES

We provide coverage under this endorsement subject to the *terms* contained in the General Policy Provisions.

The following Incidental Coverages are added to *your* Special Multi-Peril Policy.

The Incidental Coverages do not increase the limit of insurance stated for the Principal Coverages.

Our liability for any one loss shall not exceed the limit of insurance specified for that loss.

A. Newly Acquired Property:

This coverage applies only when an 80% or higher coinsurance provision is shown on the Declarations page for the applicable coverage A and/or B.

1. The *insured* may apply up to 25% but not exceeding \$125,000, of the limit of insurance specified on the Declarations page for Coverage A—Buildings to cover any single, direct loss by a covered cause of loss to the following described property:

- a. New additions, new buildings and new structures when constructed on the described premises and intended for similar occupancy. This coverage shall cease 30 days from the date construction begins or on the date the values of new construction are reported to *us* or on the expiration date of the policy, whichever occurs first.
- b. Buildings acquired by the *insured* at any location, elsewhere than at the described premises and used by him for similar occupancies or warehouse purposes. This coverage shall cease 30 days from the date of such acquisition or on the date values of the buildings are reported to *us* or on the expiration date of the policy, whichever occurs first.

2. The *insured* may apply up to 10%, but not exceeding \$50,000, of the limit of insurance specified on the Declarations page for Coverage B—*Business* Property to cover any single, direct loss by a covered cause of loss to such property at any location (except fairs and exhibitions) acquired by the *insured*, elsewhere than at the described premises. This coverage shall cease 30 days from the date of such acquisition or on the date values at such locations are reported to *us* or on the expiration date of the policy, whichever occurs first.

Additional premium shall be due and payable for values so reported from the date construction begins or the property is acquired.

B. Debris Removal: The Debris Removal provision under Incidental Coverages in the General Policy Provisions is extended to include the following:

We will pay an additional amount of debris removal expense up to \$5,000 when the debris removal expense exceeds 25 percent of the amount *we* pay for direct loss or damage or when the loss to *property* and debris removal combined exceeds the limit of insurance for the property.

C. Personal Effects: *You* may apply up to \$1,000 of the Coverage B limit of insurance specified on the Declarations page to cover household and personal effects owned by *you* or *your* employees, officers or partners.

This coverage applies only to losses at the described premises and caused by a covered cause of loss under this policy.

D. Valuable Papers and Records: The *insured* may apply up to \$1,000 of the limit of insurance specified on the Declarations page for Coverage B—*Business* Property to valuable papers and records consisting of books of account, manuscripts, abstracts, drawings, card index systems, film, tape, disc, drum, cell and other magnetic recording or storage media for electronic data processing, and other records, all the property of the *insured* at described locations. This Incidental Coverage covers only the cost of research and other expense necessarily incurred by the *insured* to reproduce, replace or restore such valuable papers and records. The total amount payable for any single loss under this Incidental Coverage shall not exceed the limit specified above, regardless of the number of described locations.

E. Trees, Shrubs and Plants: The *insured* may apply up to \$1,000 of the limit of insurance specified on the Declarations page for Coverage A—Buildings to cover trees, shrubs and plants at the described location against any single, direct loss by: fire, lightning, explosion, riot, civil commotion or aircraft, but only to the extent such causes of loss are covered. *We* shall not be liable for more than \$250 on any one tree, shrub or plant, including expense incurred for removing debris.

F. **Extra Expense:** The *insured* may apply up to \$1,000 of the sum of the limits of insurance specified on the Declarations page for Coverage A—Building(s) and coverage B for—**Business** Property to cover the necessary extra expense incurred by the *insured* in order to continue as nearly as practicable the normal operation of the *insured's business* immediately following damage by a covered cause of loss to the buildings or personal property situated at the described locations. Any salvage value of property obtained for temporary use during the *period of restoration*, which remains after the resumption of normal operations, shall be taken into consideration in the adjustment of any loss. *We* shall not be liable under this Incidental Coverage for:

1. loss of income.
2. the cost of repairing or replacing any of the described property, or the cost of research or other expense necessary to replace or restore books of account, manuscripts, abstracts, drawings, card index systems, film, tape, disc, drum, cell and other magnetic recording or storage media for electronic data processing, and other records that have been damaged by a peril insured against, except cost in excess of the normal cost of such repair, replacement or restoration necessarily incurred for the purpose of reducing the total amount of *extra expense*. In no event shall such excess cost exceed the amount by which the total *extra expense* otherwise payable under this Incidental Coverage is reduced.
3. any other consequential or remote loss.

G. **Replacement Cost:** In the event of loss to a building structure covered under this policy, when the full cost of repair or replacement is less than \$2,000, the coverage of this policy is extended to cover the full cost of repair or replacement (without deduction for depreciation). Coverage shall be applicable only to a building structure covered, but excluding carpeting, cloth awnings, air-conditioners, domestic appliances and out-door equipment. all whether permanently attached to the building structure or not.

We shall not be liable under this Incidental Coverage:

1. unless and until the damaged property is actually repaired or replaced on the same premises, and in no event, unless repair or replacement is completed within a reasonable time after such loss.
2. unless the whole limit of insurance applicable to the building structure for which claim is made is equal to or in excess of the amount produced by multiplying the co-insurance percentage applicable, specified on the Declarations page, by the actual cash value of such property at the time of the loss.

WHEN BUSINESS PROPERTY IS COVERED FOR RISKS NOT OTHERWISE EXCLUDED, THE FOLLOWING EXTENSIONS ALSO APPLY:

H. **Transportation:** The *insured* may apply up to \$1,000 of the limit of insurance specified for **Coverage B-Business Property** to cover *insured Business Property* (other than samples and stock) during transportation by motor vehicles owned, leased or operated by the *insured* for loss in any one *occurrence* caused by:

1. fire, lightning, windstorm and hail, explosion, smoke, riot attending a strike and civil commotion, vandalism and malicious mischief; or
2. collision, overturning or upset of the vehicle; meaning the violent and accidental contact of the vehicle conveying the described property with any other vehicle or object excluding any loss or damage done by coming in contact with any portion of the road bed or by means other than as expressly indicated.

This extension shall also include theft of an entire shipping bale, case or package from a vehicle while such property is contained in a fully enclosed and securely locked body or compartment and theft results from forcible entry, evidenced by visible marks upon such body or compartment.

I. **Damage to Buildings from Theft, Burglary or Robbery:** This policy includes loss (except by fire or explosion) to the part of the building occupied by the *insured* and containing covered **Business Property** and to equipment therein pertaining to the service of the building BUT NOT **BUSINESS PROPERTY** OR EQUIPMENT REMOVED FROM PREMISES, directly resulting from theft, burglary or robbery (including attempt), provided the *insured* is the owner of such building or equipment or is liable for such damage, but in no event shall this coverage apply to glass (other than glass building blocks) or to any lettering or ornamentation on the glass.

WHEN OCCUPANCY IS LISTED ON THE FACE OF THE DECLARATIONS PAGE AS "OFFICE," THE FOLLOWING EXTENSION ALSO APPLIES:

J. **Currency, Money and Stamps:** The *insured* may apply up to \$250 of the amount of insurance applicable to **Coverage B-Business Property** to cover direct loss in any one *occurrence* by a cause of loss not otherwise excluded to currency, money and stamps, while on the premises or while being conveyed outside the premises by the *insured* or by an employee of the *insured*.

DEFINITIONS

The following definitions apply to this endorsement;

1. **Extra Expense**—means the excess of the total cost incurred during the **period of restoration** chargeable to the operation of the **insured's business** over and above the total cost that would normally have been incurred to conduct the **business** during the same period had no loss occurred.
2. **Period of Restoration**—means the period of time, commencing with the date of damage and not limited by the date of expiration of this policy, as would be required by **you** to do everything reasonable to repair, rebuild or replace the part of the named **buildings** or **business property** that have been damaged.