



**GROSS EARNINGS
Ordinary Payroll Exclusion
(for use with SF-40)**

Refer to the Supplemental Declarations if information is not shown on this form.
The coverage under this endorsement is subject to the *terms* contained in the General Policy Provisions.

WHAT WE DO NOT COVER

We do not cover **Ordinary Payroll Expense**.

The following clause replaces the Contribution Clause Percentage in form SF-40.

Contribution Clause Percentage _____% (80, 90 or 100%)

CONTRIBUTION CLAUSE PERCENTAGE

We will not be liable for a greater portion of any loss than the limit of insurance bears to the amount produced in the following formula:

Your Gross Earnings (that would have been earned if no loss had occurred during the 12 months immediately following the date of damage or destruction of the described property) (x) multiplied by the Contribution Clause Percentage. This amount will be less the same percentage of **Ordinary Payroll Expense** for that portion of the 12 month period.

DEFINITION-The following definition applies to this policy:

Ordinary Payroll Expense-means the entire payroll expense for all of *your* employees except officers, executives, department managers, employees under contract and other important employees.