



## **CAUSES OF LOSS TRANSITION ENDORSEMENT POLICYHOLDER DISCLOSURE NOTICE**

Your policy includes important coverage changes. Please review this important disclosure notice and retain it with your insurance policy.

This disclosure notice is not a contract of insurance. It is intended to provide information on changes made to your policy as a result of the addition of SF-7 Ed. 10/20. This endorsement is to be used when Agreement SF-20 Ed. 1/88 and any Causes Of Loss Ed. 9/16 forms are attached to **your** policy. The Causes Of Loss forms are SF-1, SF-2, SF-3, SF-4, SF-4A, SF-5 and SF-6.

It is recommended that you review your policy carefully to determine your rights, duties and obligations. This information is intended to assist you in the review of your policy. If there are any conflicts between this disclosure notice and your policy, the provisions of the policy shall prevail.

### **CAUSES OF LOSS TRANSITION ENDORSEMENT SF-7 ED. 10/20**

#### **DEFINITIONS**

The following terms are defined in form SF-7 Ed. 10/20 as they may appear in your Causes Of Loss Form(s):

- Employee
- Fungus
- Pollutant
- Theft
- Unmanned Aircraft

### **NAMED PERIL FORMS SF-1, SF-2, SF-5 AND SF-6 ED. 9/16**

#### **COVERED CAUSES OF LOSS**

##### **Changes common to SF-1, SF-2, SF-5 and SF-6**

- Fire - No longer contains qualifying language.

##### **Changes common to SF-1, SF-2 and SF-5**

- Explosion - Added furnaces to list of items where explosion of gas or fuel could take place; previously was just fire box, combustion chamber or flues. Qualifying language has been added to clarify when resultant damage is covered.
- Aircraft - Amended to also include unmanned aircraft (drones), space craft and self-propelled missiles.
- Vehicles - Includes coverage for the building or structure containing covered property. In the description of damage not covered by vehicles, "by an occupant of the insured premises" was removed and replaced with "operated in the course of your business."
- Sinkhole Collapse - Rephrased and added to the limitation that we do not pay for the sinking or collapse of land into man-made cavities.

##### **Changes common to SF-1 and SF-2**

- Vandalism - Moved to form SF-7 Ed. 10/20.

##### **Changes to SF-2**

- Weight Of Ice, Snow Or Sleet - Added septic tanks, foundations, patios to excluded list of property.
- Collapse Of A Building Or Any Part Of A Building - Added silos, solar panels, any related solar electrical

generating fixtures, machinery and equipment not affixed to or forming a part of a building or structure, wind turbines, windmills, wind pumps, metal smokestacks and utility poles to the list of excluded property.

- Accidental Discharge Of Water Or Steam - This was formerly known as “Water Damage”. Coverage clarified to explain what is and is not considered part of a plumbing, heating or air conditioning system, nor a part of an appliance. Limitation for automatic sprinkler systems added.
- Breakage Of Glass - Moved to form SF-7 Ed. 10/20.

## **PROPERTY COVERAGE EXCLUSIONS**

### **Changes common to SF-1, SF-2, SF-5 and SF-6**

- Earth Movement Of Any Kind - Language added to the exclusion which came from an Earth Movement Exclusion Clarification endorsement. The language of the exclusion is modified in SF-6 to fit what is covered in the policy form.
- Electrical Damage Or Disturbance - New exclusion.
- Fungus, Wet Rot Or Dry Rot - New stand-alone exclusion, was formerly part of the Wear and Tear exclusion. Has limited give-back for fungus, wet rot or dry rot resulting from a covered cause of loss.
- Intentional Acts - New exclusion, similar to what was in form SF-18.
- Temperature Or Humidity - This exclusion now has a 72-hour period before it becomes effective.
- Utility Services Interruption - Formerly known as “Power Interruption”. This exclusion was clarified by including losses resulting from not only power but communication and water utilities. Additional clarification language added that provides for coverage for an intervening event that caused a failure of power.
- Virus Or Bacteria - New exclusion.
- War And Military Action - Formerly known as “War”. Additional clarification language added that the exclusion is for loss or damage from any war or military action.
- Water Damage - Exclusion clarified to state different sources of damage as well as waterborne material or sewage.
- Wear And Tear - References to rust, wet or dry rot and mold removed from exclusion. See exclusion titled Fungus, Wet Rot Or Dry Rot.
- Weather Conditions - New exclusion.

## **LIMITATIONS**

### **Changes common to SF-1, SF-2, SF-5 and SF-6**

- Limitation added for live animals, birds or fish held as stock.

## **ALL RISK FORMS SF-3, SF-4, AND SF-4A ED. 9/16**

## **CHANGES TO SF-3**

### **Property Coverage Exclusions**

- Acts Or Decisions - New exclusion.
- Animals - Added skunks, raccoons, vermin and bats to the list of excluded animals.
- Defects, Error And Omissions - Last section added to exclude merchandise, goods or other products.
- Discharge Or Leakage - This was formerly the #15 Water Damage exclusion.
- Earth Movement Of Any Kind - Language added to this exclusion which came from an Earth Movement Exclusion Clarification endorsement.
- Electrical Damage Or Disturbance - Formerly known as “Artificially Generated Electric Current”. Clarifying language added, and exception added for coverage resulting from explosion, formerly was for ensuing fire only.
- Freezing - The exception to this exclusion for maintaining heat in the building, etc. was extended to include the exclusions for Temperature Or Humidity and Weather Conditions.
- Freezing, Thawing, Pressure Or Weight Of Ice Or Water - Now also excludes loss or damage to docks. Heaving and weight of snow are added to the causes listed in the exclusion.
- Fungus, Wet Rot Or Dry Rot - New stand-alone exclusion, was formerly part of the Wear and Tear exclusion.

Has limited give-back for fungus, wet rot or dry rot resulting from one of the specified causes of loss.

- Intentional Acts - New exclusion, similar to what was in form SF-18.
- Nuclear Clause - In the exception to this exclusion added loss or damage caused by explosion.
- Pollutants - Formerly known as “Pollutants/Smoke”.
- Settling, Cracking, Shrinking, Bulging Or Expanding - Patios and floors added to the exclusion.
- Temperature Or Humidity - This exclusion now has a 72-hour period before it becomes effective.
- Utility Services Interruption - Formerly known as “Power Interruption”. This exclusion was clarified by including losses resulting from not only power but communication and water utilities. Additional clarification language added that provides for coverage for an intervening event that caused a failure of power.
- Virus Or Bacteria - New exclusion.
- Voluntary Parting - New exclusion.
- War And Military Action - Formerly known as “War”. Additional clarification language added that the exclusion is for loss or damage from any war or military action.
- Water Damage - This was formerly the #10 Water Damage Exclusion. Exclusion clarified to state different sources of damage as well as waterborne material or sewage.
- Wear And Tear - References to wet or dry rot and mold removed from exclusion. See exclusion titled Fungus, Wet Rot Or Dry Rot.
- Weather Conditions - New exclusion.
- Exclusion for Buildings or Structures in the Process of Construction - Moved to form SF-7 Ed. 10/20.

### **Limitations**

- Breakage of Glass - Moved to form SF-7 Ed. 10/20.
- Building Interior - Added an exception to the limitation for loss or damage to the covered building or structure which results from the thawing of snow, sleet or ice on the building or structure.

### **CHANGES TO SF-4 AND SF-4A**

#### **Property Coverage Exclusions**

- Acts Or Decisions - New exclusion.
- Animals - Added skunks, raccoons, vermin and bats to the list of excluded animals.
- Defects, Error And Omissions - New exclusion.
- Disappearance - Added clarifying language that the exclusion is applicable when there is no physical evidence to explain what happened to the property that disappeared.
- Discharge Or Leakage - New exclusion.
- Earth Movement Of Any Kind - Language added to this exclusion which came from an Earth Movement Exclusion Clarification endorsement.
- Electrical Damage Or Disturbance - Formerly known as “Artificially Generated Electric Current”. Clarifying language added, and exception added for coverage resulting from explosion, formerly was for ensuing fire only.
- Freezing - New exclusion.
- Freezing, Thawing, Pressure Or Weight Of Ice Or Water - New exclusion.
- Fungus, Wet Rot Or Dry Rot - New stand-alone exclusion, this was formerly part of the Wear and Tear exclusion. Has a limited give-back for fungus, wet rot or dry rot resulting from one of the specified causes of loss.
- Intentional Acts - New exclusion, similar to what was in form SF-18.
- Nuclear Clause - In the exception to this exclusion added loss or damage caused by explosion.
- Pollutants - New exclusion.
- Settling, Cracking, Shrinking, Bulging Or Expanding - New exclusion.
- Temperature Or Humidity - Formerly known as “Temperature-Humidity”. This exclusion now has a 72-hour period before it becomes effective.
- Utility Services Interruption - Formerly known as “Power Interruption”. This exclusion was clarified by including losses resulting from not only power but communication and water utilities. Additional clarification language added that provides for coverage for an intervening event that caused a failure of power.
- Virus Or Bacteria - New exclusion.

- War And Military Action - Formerly known as “War”. Additional clarification language added that the exclusion is for loss or damage from any war or military action.
- Water Damage - Exclusion clarified to state different sources of damage as well as waterborne material or sewage.
- Wear And Tear - References to wet or dry rot and mold removed from exclusion. See exclusion titled Fungus, Wet Rot Or Dry Rot.
- Weather Conditions - New exclusion.

**Limitations**

- Stamps, Tickets, Letters of Credits - Under SF-4A this limitation has been removed. Under SF-4 it has been restricted by removing the exception to limitation caused by a specified cause of loss.
- Business Property Inside A Building Or Structure - New limitation.

**CHANGES COMMON TO SF-3, SF-4 AND SF-4A****Definitions**

- The specified causes of loss have been updated and are now equivalent to the those listed in the SF-2.

Additional endorsements may be attached to, and made part of your policy. Such endorsements are specific to your policy and the details of any such changes are not included in this disclosure notice. Please review your policy carefully to determine your rights, duties and obligations under the policy.

This disclosure notice does not change, modify or invalidate any of the provisions, terms, or conditions of your policy. This disclosure notice is a general description of coverage changes and is not a statement of contract.