

THIS ENDORSEMENT CHANGES THE POLICY. PLEASE READ IT CAREFULLY.

## EQUIPMENT BREAKDOWN ENHANCEMENT ENDORSEMENT (For use with Forms ICT HO-A, ICT HO-B, and ICT HO-CON-B)

This endorsement changes coverage provided by your homeowners policy. Please read the entire endorsement carefully to determine rights, duties and what is and is not covered.

**Equipment Breakdown** coverage is subject to Deductible Clause 2 – All-Other Perils shown on the Declarations of this Policy not to exceed \$500 per occurrence. Please see your policy Declarations Page for the limit of liability for **Equipment Breakdown** coverage.

### DEFINITIONS

The following **Definitions** are added:

#### 12. Equipment Breakdown. (This is definition 11. in Form ICT HO-B.)

**Equipment Breakdown** as used herein means:

- a. Physical loss or damage both originating within:
  - (1) Boilers, fired or unfired pressure vessels, vacuum vessels, and pressure piping, all normally subject to vacuum or internal pressure other than static pressure of contents, excluding:
    - a. waste disposal piping;
    - b. any piping forming part of a fire protective system;
    - c. furnaces; and
    - d. any water piping other than:
      - (1) boiler feed water piping between the feed pump and the boiler;
      - (2) boiler condensate return piping; or
      - (3) water piping forming part of refrigerator or air conditioning system used for cooling, humidifying or space heating purposes.
  - (2) All mechanical, electrical, electronic or fiber optic equipment; and
- b. Caused by, resulting from, or consisting of:
  - (1) Mechanical breakdown;
  - (2) Electrical or electronic breakdown; or
  - (3) Rupture, bursting, bulging, implosion, or steam implosion.

However, **Equipment Breakdown** will not mean:

Physical loss or damage caused by or resulting from any of the following; however if loss or

damage not otherwise excluded results, then we will pay for such resulting damage:

- (1) Wear and Tear;
- (2) Rust or other corrosion, decay, deterioration, hidden or latent defect, mold or any other quality in property that causes it to damage or destroy itself;
- (3) Smog;
- (4) Settling, cracking, shrinking or expansion;
- (5) Nesting or infestation, or discharge or release of waste products or secretions, by birds, rodents or other animals;
- (6) Any accident, loss, damage, cost, claim or expense, whether preventative, remedial or otherwise, directly or indirectly arising out of or relating to the recognition, interpretation, calculation, comparison, differentiation, sequencing or processing of data by any computer system including any hardware, programs or software;
- (7) Scratching and marring;
- (8) Loss, damage, cost or expense directly caused by, contributed to by, resulting from or arising out of the following causes of loss:

Fire, lightning, combustion explosion, windstorm or hail, weight of snow, ice or sleet, falling objects, smoke, aircraft or vehicles, riot or civil commotion, vandalism, sinkhole collapse, volcanic action, leakage from fire extinguisher equipment, water damage, earth movement and flood.

### SECTION I – PROPERTY COVERAGE, EXTENSIONS OF COVERAGE

The following **Extensions of Coverage** are added:

#### 8. EXPEDITING EXPENSE

We will pay for the expediting expense loss resulting from an **Equipment Breakdown** with respect to your damaged Personal Property. We will pay the reasonable extra cost to:

- (1) Make temporary repairs;
- (2) Expedite permanent repairs; and
- (3) Expedite permanent replacement

Reasonable extra cost shall mean “the extra cost of temporary repair and of expediting the repair of such damaged equipment of the insured, including overtime and the extra cost of expenses

or other rapid means of transportation.” The most we will pay for loss or damage under this Additional Coverage is \$2,500. This coverage does not increase the limits of liability that apply to the damaged covered property.

Regardless of the number of claims, this limit is the most we will pay for the total of all loss or damage arising out of all occurrences of an **Equipment Breakdown** which take place in a 12-month period (starting with the beginning of the present annual policy period).

#### 9. SPOILAGE COVERAGE

We will pay for loss of perishable goods due to spoilage resulting from lack of power, light, heat, steam or refrigeration caused by an **Equipment Breakdown** to Personal Property covered by this policy. The most we will pay for loss or damage under this Additional Coverage is \$2,500. This coverage does not increase the limits of liability that apply to the damaged covered property.

Regardless of the number of claims, this limit is the most we will pay for the total of all loss or damage arising out of all occurrences of an **Equipment Breakdown** which take place in a 12-month period (starting with the beginning of the present annual policy period).

#### 10. POLLUTANT CLEAN UP AND REMOVAL

We will pay for the pollutant clean up and removal for loss resulting from an **Equipment Breakdown**. The most we will pay for the pollutant clean up and removal is \$2,500.

Regardless of the number of claims, this limit is the most we will pay for the total of all loss or damage arising out of all occurrences of an **Equipment Breakdown** which take place in a 12-month period (starting with the beginning of the present annual policy period). This coverage does not increase the limits of liability that apply to the damaged covered property.

#### SECTION I – CONDITIONS

The following **Conditions** are added:

**16. Equipment Breakdown** coverage does not extend beyond the Residence Premises. (This is condition **15**. in Form **ICT HO-CON-B**).

#### **17. Environmental, Safety and Efficiency Improvements**

If Personal Property requires replacement due to an Equipment Breakdown, we will pay your additional cost to replace with equipment that is better for the environment, safer or more efficient than the equipment being replaced.

However, we will not pay more than 125% of what the cost would have been to repair or replace with like kind and quality. This condition does not increase any of the applicable limits. This condition does not apply to any property to which Actual Cash Value applies. (This is condition **16**. in Form **ICT HO-CON-B**).

#### HOMEOWNERS FORM A – (ICT HO-A)

#### SECTION I – PERILS INSURED AGAINST

The following **Perils Insured Against** is added:

**9. Equipment Breakdown**

#### SECTION I – EXCLUSIONS

The following **Exclusions** are deleted:

**1.a.** We do not cover loss to electrical devices or wiring caused by electricity other than lightning.

#### HOMEOWNERS FORM B – (ICT HO-B)

#### SECTION I – PERILS INSURED AGAINST

#### COVERAGE B

The following **Perils Insured Against** is added:

**13. Equipment Breakdown**

#### SECTION I – EXCLUSIONS

The following **Exclusions** are deleted:

**1.a.** We do not cover loss to electrical devices or wiring caused by electricity other than lightning.

**1.e.** We do not cover loss to machinery, appliances and mechanical devices caused by mechanical breakdown.

#### HOMEOWNERS CONDOMINIUM FORM B – (ICT HO-CON-B)

#### SECTION I – PERILS INSURED AGAINST

#### COVERAGE B

The following **Perils Insured Against** is added:

**13. Equipment Breakdown**