

**THIS ENDORSEMENT CHANGES THE POLICY. PLEASE READ IT CAREFULLY.**

## **MECHANICAL, ELECTRICAL OR PRESSURE SYSTEMS BREAKDOWN EXTENSION ENDORSEMENT**

Various provisions in this endorsement restrict coverage. Read the entire policy carefully to determine rights, duties and what is and is not covered.

Throughout this endorsement the words "you" and "your" refer to the Named Insured shown in the declarations. The words "we", "us" and "our" refer to the company providing this insurance.

This endorsement modifies and is subject to the insurance provided under the following:

BUILDING AND PERSONAL PROPERTY COVERAGE FORM  
CONDOMINIUM ASSOCIATION COVERAGE FORM  
CONDOMINIUM COMMERCIAL UNIT-OWNERS COVERAGE FORM  
CAUSES OF LOSS - BASIC FORM  
CAUSES OF LOSS - BROAD FORM  
CAUSES OF LOSS - SPECIAL FORM  
BUSINESS INCOME (AND EXTRA EXPENSE) COVERAGE FORM  
BUSINESS INCOME (WITHOUT EXTRA EXPENSE) COVERAGE FORM  
EXTRA EXPENSE COVERAGE FORM  
COMMERCIAL PROPERTY PLUS EXTENSION ENDORSEMENT

**A.** As respects the **BUILDING AND PERSONAL PROPERTY COVERAGE FORM CP0010, CONDOMINIUM ASSOCIATION COVERAGE FORM CP0017** and **CONDOMINIUM COMMERCIAL UNIT-OWNERS COVERAGE FORM CP0018**, the following applies:

1. For coverages provided by this endorsement and with respects to **Additional Coverages** pertaining to **Pollutant Clean Up and Removal** the limit will be increased to \$50,000.
2. The following **ADDITIONAL CONDITIONS** are added:

### **Suspension**

Whenever covered property is found to be in, or exposed to, a dangerous condition, any of our representatives may immediately suspend the insurance provided by this endorsement against loss or damage to that covered property. This can be done by delivering or mailing a written notice of suspension to:

- a. Your last known address; or

**b.** The address where the covered property is located.

If we suspend your insurance, you will get a pro rata refund of premium. But the suspension will be effective even if we have not yet made or offered a refund.

**B.** The **LIMITATIONS** in the **CAUSES OF LOSS - SPECIAL FORM CP 1030** that pertain to:

1. Steam boilers, steam pipes, steam engines or steam turbines caused by or resulting from any condition or event inside such equipment. But we will pay for loss of or damage to such equipment caused by or resulting from an explosion of gases or fuel within the furnace of any fired vessel or within the flues or passages through which the gasses of combustion pass;
2. Hot water boilers or other water heating equipment caused by or resulting from any condition or event inside such boilers or equipment, other than an explosion; are removed.

C. As respects to the **CAUSES OF LOSS BROAD FORM CP1020** and **CAUSES OF LOSS SPECIAL FORM CP1030**, the following **ADDITIONAL COVERAGE EXTENSIONS** are added. As respects to the **CAUSES OF LOSS - BASIC FORM CP1010** these same coverages are added as Additional **COVERED CAUSES OF LOSS**:

**1. Expediting Expenses**

For coverage provided by this endorsement, with respect to your damaged covered property, we will pay the reasonable extra cost to:

- a. make temporary repairs;
- b. expedite permanent repairs; and
- c. expedite permanent replacement.

**2. Refrigerant Contamination**

Contamination by a refrigerant resulting from coverage provided by this endorsement, with respect to your damaged Covered Property to refrigerating, cooling or humidity control equipment at the described premises.

The most we will pay for loss or damage under this coverage is \$50,000 unless a higher limit is provided by similar coverage elsewhere on this policy. In that case, whichever limit is greater will apply.

**3. Consequential Damage**

We will pay for loss of perishable goods due to spoilage resulting from lack of power, light, heat, steam or refrigeration caused by coverages provided by this endorsement to types of property covered by this policy, that are:

- a. located on or within 1,000 feet of your described premises,
- b. owned by the building owner at your described premises, or owned by a public utility; and
- c. used to supply telephone, electricity, air conditioning, heating, gas, water or steam to your described premises.

The most we will pay for loss or damage under this coverage is \$50,000 unless a higher limit is provided by similar coverage elsewhere on this policy. In that case, whichever limit is greater will apply.

D. As respects to the **CAUSES OF LOSS - SPECIAL FORM CP1030** the following applies:

1. The following Definition, "Specified Causes of Loss," is deleted and replaced by the following:

"Specified Causes of Loss" means the following: Fire; lightning; explosion; windstorm or hail; smoke; aircraft or vehicles; riot or civil commotion; vandalism; leakage from fire extinguishing equipment; sinkhole collapse; volcanic action; falling objects; weight of snow, ice or sleet; water damage; mechanical, electrical or pressure systems breakdown;

- a. Sinkhole collapse means the sudden sinking or collapse of land into underground empty spaces created by the action of water on limestone or dolomite. This cause of loss does not include:

- (1) The cost of filling sinkholes; or
- (2) Sinking or collapse of land into man-made underground cavities.

- b. Falling objects does not include loss or damage to:

- (1) Personal property in the open; or
- (2) The interior of a building or structure, or property inside a building or structure, unless the roof or an outside wall of the building or structure is first damaged by a falling object.

- c. Water damage means accidental discharge or leakage of water or steam as the direct result of the breaking or cracking of any part of a system or appliance (other than a sump system including its related equipment and parts) containing water or steam.

- d. Mechanical, electrical or pressure systems breakdown means direct damage to covered property from the following:

- (1) Mechanical breakdown, including rupture or bursting caused by centrifugal force;
- (2) Artificially generated electrical current, including electrical arcing, that disturbs electrical devices, appliances or wires;
- (3) Explosion of steam boilers, steam piping, steam engines or steam turbines owned or leased by you, or operated under your control;
- (4) Loss or damage to steam boilers or other water heating equipment.
- (5) If covered electrical equipment requires drying out as a result of a flood we will pay for the direct expenses of such drying out.

2. None of the following is Covered Property as respects mechanical, electrical or pressure systems breakdown:

- a. Insulating or refractory material;
- b. Buried vessel or piping;
- c. Sewer piping, piping forming a part of a fire protection system or water piping other than:
  - (1) Feed water piping between any boiler and its feed pump or injector; or
  - (2) Boiler condensate return piping; or
  - (3) Water piping forming a part of refrigerating and air conditioning vessels and piping used for cooling, humidifying or space heating purposes;
- d. Structure, foundation, cabinet or compartment containing the covered property;
- e. Power shovel, dragline, excavator, vehicle, aircraft, floating vessel or structure, penstock, draft tube or well-casing;
- f. Conveyor, crane, elevator, escalator or hoist, but not excluding any electrical machine or electrical apparatus mounted on or used with this equipment;
- g. Felt, wire, screen die, extrusion plate, swing hammer, grinding disc, cutting blade, cable, chain, belt, rope, clutch plate, brake pad, non-metallic part or any part or tool subject to frequent, periodic replacement.

E. As respects to the **CAUSES OF LOSS - BROAD FORM CP1020** and **CAUSES OF LOSS - BASIC FORM CP1010**, the following applies:

1. The following is added to the **COVERED CAUSES OF LOSS**:

**Mechanical, Electrical or Pressure Systems Breakdown**, means direct damage to Covered Property as follows:

- a. Mechanical breakdown, including rupture or bursting caused by centrifugal force;
- b. Artificially generated electrical current, including electrical arcing, that disturbs electrical devices, appliances or wires;
- c. Explosion of steam boilers, steam piping, steam engines or steam turbines owned or leased by you, or operated under your control;
- d. Loss or damage to steam boilers, steam pipes, steam engines or steam turbines;

e. Loss or damage to hot water boilers or other water heating equipment.

f. If covered electrical equipment requires drying out as a result of a flood, we will pay for the direct expenses of such drying out.

g. None of the following are Covered Property as respects mechanical, electrical or pressure systems breakdown:

- (1) Insulating or refractory material;
- (2) Buried vessel or piping;
- (3) Sewer piping, piping forming a part of a fire protection system or water piping other than:
  - (i) Feed water piping between any boiler and its feed pump or injector; or
  - (ii) Boiler condensate return piping; or
  - (iii) Water piping forming a part of refrigerating and air conditioning vessels and piping used for cooling, humidifying or space heating purposes;
- (4) Structure, foundation, cabinet or compartment containing the covered property;
- (5) Power shovel, dragline, excavator, vehicle, aircraft, floating vessel or structure, penstock, draft tube or well-casing;
- (6) Conveyor, crane, elevator, escalator or hoist, but not excluding any electrical machine or electrical apparatus mounted on or used with this equipment;
- (7) Felt, wire, screen die, extrusion plate, swing hammer, grinding disc, cutting blade, cable, chain, belt, rope, clutch plate, brake pad, non-metallic part or any part or tool subject to frequent, periodic replacement.

F. As respects the **CAUSES OF LOSS - BASIC FORM CP1010**, **BROAD FORM CP1020**, and **SPECIAL FORM CP1030** the following applies:

1. The following **EXCLUSIONS** are deleted:

The exclusions pertaining to:

- a. Artificially generated electrical current, including electrical arcing, that disturbs electrical devices, appliances or wires.
- b. Mechanical breakdown, including rupture or bursting caused by centrifugal force.
- c. Explosion of steam boilers, steam pipes, steam engines or steam turbines owned or leased by you, or operated under your control.

2. The exclusion pertaining to **Utility Services** is replaced with the following:

For the coverage provided by this endorsement, the failure of power or other utility service supplied to the described premises, however caused, if the failure occurs beyond 1,000 feet away from the described premises.

But if failure of power or other utility service results in a Covered Cause of Loss, we will pay for the loss or damage caused by that Covered Cause of Loss.

This exclusion does not apply to the Business Income coverage or to Extra Expense coverage. Instead the **Special Exclusion** pertaining to **Business Income (And Extra Expense) Coverage Form, Business Income (Without Extra Expense) Coverage Form, or Extra Expense Coverage Form** applies to these coverages.

The most we will pay for loss or damage under this coverage is \$25,000 unless a higher limit is provided by similar coverage elsewhere on this policy. In that case, whichever limit is greater will apply.

3. As respects to **Special Exclusions**, the following replaces the exclusion pertaining to: **Business Income (And Extra Expense) Coverage Form, Business Income (Without Extra Expense) Coverage Form, or Extra Expense Coverage Form**

As respects mechanical, electrical or pressure systems breakdown only, we will not pay for:

Any loss caused directly or indirectly by the failure of power or other utility service supplied to the described premises, however caused, if the failure occurs beyond 1000 feet of your described premise.

But if the failure of power or other utility service results in a Covered Cause of Loss, we will pay for the loss resulting from that Covered Cause of Loss.

The most we will pay for loss or damage under this coverage is \$25,000 unless a higher limit is provided by similar coverage elsewhere on this policy. In that case, whichever limit is greater will apply.