

**EQUIPMENT BREAKDOWN SUPPLEMENTAL COVERAGE • SECTION I**

*This endorsement amends the Common Provisions Forms (MPL 01 or MPL 03) and the applicable coverage form to provide Equipment Breakdown coverage.*

**The provisions of this endorsement apply only when the endorsement number is listed in the Declarations.**

**Except as provided below, all other provisions in this policy are unchanged.**

**A. COVERAGE MODIFICATIONS**

Coverage is extended to cover direct physical damage to covered property for loss caused by *equipment breakdown*.

**B. SECTION I B • SUPPLEMENTAL COVERAGES**

The following additional Supplemental Coverages are added:

**1. EXPEDITING EXPENSE COVERAGE**

*We will pay your reasonable extra expense as a result of an equipment breakdown to:*

- a. Make temporary repairs;
- b. Expedite permanent repairs; or
- c. Expedite permanent replacement of *your* damaged covered property.

Reasonable extra expense includes overtime charges and the extra cost of express or other rapid means of transportation.

The most *we* will pay for loss or damage under this Supplemental Coverage is \$3,000.

**2. POLLUTION CLEAN UP AND REMOVAL COVERAGE**

*We will pay for the pollution clean up and removal for loss resulting from an equipment breakdown.*

The most *we* will pay for the pollution clean up and removal is \$3,000.

These supplemental coverage extensions do not provide any additional amount of insurance.

**C. SECTION I C • PROPERTY NOT COVERED**

*Equipment breakdown* coverage does not apply to the following additional property:

Property that is still under warranty by its manufacturer or dealer.

**D. SECTION I D • LOSSES NOT INSURED****3. ELECTRICAL DAMAGE EXCLUSION**

This exclusion is deleted.

**7. POWER, HEATING, OR COOLING FAILURE EXCLUSION**

**This exclusion is replaced by the following:**

Power, heating, or cooling failure; change in temperature or humidity; or loss of utility services. But if failure of power or other utility service results in an *equipment breakdown* to *your* covered property, *we* will pay for the loss or damage caused by *equipment breakdown*.

**11. WEAR, TEAR, AND OTHER SPECIFIED CAUSES OF LOSS EXCLUSION**

Exclusion 11.F. is replaced by the following:

- F. Inherent vice (a customary characteristic of the property such as that of wood to rot; gasoline to burn) or latent defect (an original condition or fault leading to loss).

The following additional exclusions are added:

*We do not cover:*

1. Any accident, loss or damage, cost, claim or expense, whether preventable, 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.
2. Any loss or damage covered under any other section of this policy.
3. Any loss or damage caused by computer viruses.

**E. SECTION I E • CONDITIONS**

1. The following condition is added:

*Equipment breakdown* coverage does not extend beyond the *residence premises*.

2. Condition 2.A is amended to include the following:

**2. HOW LOSSES ARE SETTLED****A. Limit of Liability per Loss Occurrence****3. Environmental, Safety and Efficiency Improvements**

If *your* damaged covered 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 or quality. This condition does not increase any of the applicable limits. This condition does not apply to any loss adjusted on an *actual cash value* basis.

3. Condition 2.C is amended to include the following:

**C. Deductible**

*Equipment breakdown* coverage is subject to a flat \$500 deductible per occurrence.

**F. SECTIONS I AND II • GLOSSARY**

The following definition is added:

***Equipment Breakdown***

*Equipment breakdown* means direct physical loss or damage:

1. Originating within any mechanical, electrical, electronic or fiber optic equipment; or



2. Originating within any boiler, fired or unfired pressure vessel, vacuum vessel, 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; and
    - c. Any water piping other than:
      1. Boiler feedwater piping between the boiler feedwater pump and the boiler;
      2. Boiler condensate return piping; or
  3. Water piping forming part of a refrigerating or air conditioning system used for cooling, humidifying or space heating purposes; and
3. Caused by, resulting from, or consisting of:
    - a. Mechanical breakdown;
    - b. Electrical or electronic breakdown; or
    - c. Rupture, bursting, bulging, implosion, or steam explosion.