

THIS ENDORSEMENT CHANGES THE POLICY. PLEASE READ IT CAREFULLY.

CONTRACTORS' INSTALLATION, TOOLS AND EQUIPMENT COVERAGE

This endorsement modifies insurance provided under the following:

BUSINESSOWNERS COVERAGE FORM

SCHEDULE

Item	Limit Of Insurance
Coverage 1 – Contractors' Installation Coverage	
1. Property At Each Covered Job Site	\$
2. Property At All Covered Job Sites Combined	Three Times The Property At Each Covered Job Site Limit Of Insurance
3. Property In Transit	\$ 5,000
4. Property At A "Temporary Storage Location"	\$ 5,000
Additional Premium: \$	
Coverage 2 – Contractors' Tools And Equipment Coverage	
1. Blanket Limit	\$
An "X" displayed to the right indicates the applicable per-item sub-limit.	<div style="display: flex; justify-content: space-around; align-items: center;"> <div style="text-align: center;"> <input type="checkbox"/> not in excess of \$500 for any one item </div> <div style="text-align: center;"> <input type="checkbox"/> not in excess of \$2,000 for any one item </div> </div>
2. Scheduled Limit (And Description Of Property)	
A.	\$
B.	\$
C.	\$
D.	\$

E.	\$
Total Scheduled Property Limit Of Insurance	\$
Additional Premium: \$	
Item	Limit Of Insurance
Coverage 3 – Non-owned Tools And Equipment Coverage	\$
Additional Premium: \$	
Coverage 4 – Employees' Tools Coverage	\$
	however, not more than \$100 per tool and not in excess of \$500 for all tools of any one employee
Additional Premium: \$	
Information required to complete this Schedule, if not shown above, will be shown in the Declarations.	

Section I – Property is amended as follows:

A. Paragraph A.2. Property Not Covered of the Businessowners Coverage Form is amended as follows:

1. The following is added to Paragraph **A.2. Property Not Covered**:

Tools and equipment including their:

- a. Accessories, whether or not attached; and
- b. Spare parts, that are specifically designed and intended for use in the maintenance and operation of the tools and equipment; that you own, or that you do not own but that are in your care, custody or control.

2. However, Paragraph **A.1.** of this endorsement does not apply to the following:

- a. Coverage provided under Coverage 1 – Contractors' Installation Coverage, but only with respect to property described in Paragraph **A.1.** of this endorsement which is to be installed by you or at your direction;
- b. Coverage provided under Coverage 2 – Contractors' Tools And Equipment Coverage;
- c. Coverage provided under Coverage 3 – Non-owned Tools And Equipment Coverage;
- d. Coverage provided under Coverage 4 – Employees' Tools Coverage; or

e. Loss of or damage to property described in Paragraph **A.1.** caused by the "specified causes of loss", theft or building glass breakage.

B. Paragraph A.6.b. Coverage Extensions is amended as follows:

The **Personal Property Off-premises** Coverage Extension is amended by adding the following:

This extension does not apply to loss of or damage to property covered under the following:

- (1) Coverage 1 – Contractors' Installation Coverage;
- (2) Coverage 2 – Contractors' Tools And Equipment Coverage;
- (3) Coverage 3 – Non-owned Tools And Equipment Coverage; and
- (4) Coverage 4 – Employees' Tools Coverage.

C. Coverages

1. **Coverage 1 – Contractors' Installation Coverage**

a. The following is added to Paragraph **A.1.b.(2) Business Personal Property**:

This coverage also includes property sold under an installation agreement where your insurable interest continues until the property is accepted by the purchaser for whom the project is to be performed.

b. The insurance that applies to Business Personal Property is extended to include:

- (1) Materials, supplies, equipment, machinery, and fixtures owned by you or in your care, custody or control, and which are to be installed by you or at your direction; and
- (2) Temporary structures built or assembled on-site, including cribbing, scaffolding and construction forms.

This property is covered while:

- (1) At any job site you do not own, lease or operate;
- (2) Awaiting and during installation, or awaiting acceptance by the purchaser;
- (3) In transit; or
- (4) At a "temporary storage location".

c. Coverage provided under this Coverage 1 will end when one of the following first occurs:

- (1) This policy expires or is cancelled;
- (2) The property covered under this Coverage 1 is accepted by the purchaser;
- (3) Your interest in the property covered under this Coverage 1 ceases;
- (4) You abandon the project to be performed by you for the purchaser, with no intention to complete it; or
- (5) 90 days after the project to be performed by you for the purchaser is completed, unless we specify a different date in writing.

d. In addition to Property Not Covered in Paragraph A.2. of the Businessowners Coverage Form, the following property is not covered with respect to this Coverage 1:

- (1) An existing building or structure to which an addition, alteration, improvement or repair is being made;
- (2) Property stored at a permanent warehouse or storage yard that you own;
- (3) A plan, blueprint, design or specification;
- (4) Trees, grass, sod, shrubbery or plants; and

(5) Machinery, tools, equipment, supplies or similar property that does not become a permanent part of the project. This includes contractors equipment and other tools belonging to a contractor or subcontractor.

e. With respect to this Coverage 1, the following additional exclusions apply:

We will not pay for loss or damage caused by or resulting from any of the following:

- (1) The cost to make good or replace faulty or defective materials or workmanship;
- (2) Testing. However, if testing results in fire or explosion, we will pay for the loss or damage caused by that fire or explosion;
- (3) A fault, defect, deficiency, error or omission in a plan, blueprint, design or specification;
- (4) The weight of a load when it exceeds the designed capacity of any property covered under this Coverage 1 to lift, move or support the load from any position; or
- (5) Collision, upset or overturn of any property covered under this Coverage 1 to the extent of any loss of or damage to the tires or inner tubes of such property. But we will pay for the loss of or damage to the tires or inner tubes if the same accident causes other covered loss to the same property covered under this Coverage 1.

f. The following Limits of Insurance apply to **Coverage 1 – Contractors' Installation Coverage:**

(1) Property At Covered Job Sites

- (a) Subject to Paragraph b., the most we will pay for direct physical loss of or damage to Covered Property at each covered job site in any one occurrence is the Property At Each Covered Job Site Limit Of Insurance shown in the Schedule.
- (b) The most we will pay for loss or damage to Covered Property at all covered job sites combined in any one occurrence is three times the Property At Each Covered Job Site Limit Of Insurance shown in the Schedule.

(2) Property In Transit

The most we will pay for direct physical loss of or damage to Covered Property in transit is \$5,000.

(3) Property At A Temporary Storage Location

The most we will pay for direct physical loss of or damage to Covered Property at a "temporary storage location" is \$5,000.

2. Coverage 2 – Contractors' Tools And Equipment Coverage

- a. The insurance that applies to Business Personal Property is extended to include:

Tools and equipment, including their:

- (1) Accessories, whether or not attached; and
- (2) Spare parts, that are specifically designed and intended for use in the maintenance and operation of property covered under this Coverage 2;

that you own, or that you do not own but that are in your care, custody or control.

- b. With respect to this Coverage 2, Paragraph A.2.a. of the Businessowners Coverage Form is replaced by the following:

- a. Aircraft, watercraft, their equipment or parts; automobiles; dealers' demonstration equipment, machinery and vehicles; dirt bikes, house trailers, mobile homes, mopeds, motorcycles, motorized bicycles, tricycles or four-wheel all-terrain vehicles; snowmobiles, trucks and vehicles primarily designed and licensed for road use;

- c. However, this Coverage 2 does not apply to:

- (1) Property while in caissons or underwater or while being used in underground mining, tunneling or similar operations;
- (2) Property you have loaned, rented or leased to others;
- (3) Property that is or will become a permanent part of any building or structure;
- (4) Property held for sale;

- (5) Non-owned tools and equipment leased or rented from others that are in your care, custody or control, but this does not apply to non-owned tools and equipment you lease for a term of six months or more;

- (6) Your employees' (including temporary or leased employees') tools; or

- (7) Loss of or damage to property caused by the "specified causes of loss", theft or building glass breakage.

- d. With respect to this Coverage 2, Paragraph (1) of Exclusion B.1.b. **Earth Movement** does not apply to loss or damage caused directly or indirectly by earthquake.

- e. With respect to this Coverage 2, the **Water** Exclusion of the Businessowners Coverage Form does not apply to loss or damage caused directly or indirectly by flood, surface water, waves (including tidal wave and tsunami), tides, tidal water, overflow of any body of water, or spray from any of these, all whether or not driven by wind (including storm surge).

- f. With respect to this Coverage 2, the following additional exclusions apply:

We will not pay for loss or damage caused by or resulting from any of the following:

- (1) Theft of any property covered under this Coverage 2 from any unattended vehicle unless, at the time of theft, the vehicle's windows, doors and compartments were closed and locked, and there are visible signs that the theft was a result of forced entry. But this exclusion does not apply to property in the custody of a carrier for hire.
- (2) The weight of a load when it exceeds the designed capacity of any property covered under this Coverage 2 to lift, move or support the load from any position.
- (3) Collision, upset or overturn of any property covered under this Coverage 2 to the extent of any loss of or damage to the tires or inner tubes of such property. But we will pay for the loss of or damage to the tires or inner tubes if the same accident causes other covered loss to the same property covered under this Coverage 2.

- g. The following Limits of Insurance apply to **Coverage 2 – Contractors' Tools And Equipment Coverage**:

(1) Blanket Limit Of Insurance

The blanket Limit Of Insurance shown in the Schedule is the most we will pay in any one occurrence for the total of all covered losses to Covered Property. Subject to the blanket Limit Of Insurance shown in the Schedule, the most we will pay for direct physical loss of or damage to any one tool or any one piece of equipment is the applicable per-item sub-limit shown in the Schedule. However, this Paragraph (1) does not apply to Covered Property that is individually described in the Schedule and that is subject to a scheduled Limit of Insurance in accordance with Paragraph g.(2).

(2) Scheduled Limit Of Insurance

The most we will pay in any one occurrence for direct physical loss of or damage to each item of Covered Property that is individually described in the Schedule is the Limit Of Insurance shown in the Schedule for that item.

3. Coverage 3 – Non-owned Tools And Equipment Coverage

When a Limit Of Insurance is shown in the Schedule for Coverage 3 – Non-owned Tools And Equipment Coverage, Covered Property includes contractors' non-owned tools and equipment leased or rented from others that are in your care, custody or control other than temporary structures built or assembled on site, including cribbing, scaffolding and construction forms.

The most we will pay for direct physical loss of or damage to Covered Property under this Coverage 3, in any one occurrence, is the Coverage 3 – Non-owned Tools And Equipment Coverage Limit Of Insurance shown in the Schedule.

However, this Coverage 3 does not apply to:

- a. Non-owned tools and equipment leased or rented from any of your employees (including temporary or leased employees);
- b. Any other non-owned tools you lease for a term of six months or more; or
- c. Loss of or damage to property caused by the "specified causes of loss", theft or building glass breakage.

4. Coverage 4 – Employees' Tools Coverage

When a Limit Of Insurance is shown in the Schedule for Coverage 4 – Employees' Tools Coverage, Covered Property includes your employees' (including temporary or leased employees') tools which are used in connection with your operations.

The most that we will pay for direct physical loss of or damage to Covered Property under this Coverage 4, in any one occurrence, is the Coverage 4 – Employees' Tools Coverage Limit Of Insurance shown in the Schedule. Subject to the Coverage 4 – Employees' Tools Coverage Limit of Insurance, the most we will pay for direct physical loss of or damage to any one tool, and all tools of any one employee, is the following:

- a. \$100 per tool; and
- b. \$500 for all tools of any one employee.

However, this Coverage 4 does not apply to loss of or damage to property caused by the "specified causes of loss", theft or building glass breakage.

- D. The following is added to Paragraph H. **Definitions:**

"Temporary storage location" means a location where property that is to become a permanent part of a completed project is stored while waiting to be delivered to a job site:

1. That you do not own, lease or operate; and
2. Where work is in progress, or will begin in 30 days.