

Service Line Coverage Endorsement

Schedule of Limits and Deductibles	
Service Line Coverage Per Occurrence Limit	\$10,000
Service Line Coverage Per Occurrence Deductible	\$500

This policy is amended to include the following "terms" outlined below. All other "terms" of the policy apply, except as amended by this endorsement.

SERVICE LINE COVERAGE

"We" cover direct physical loss to "Service Line Covered Property" that is caused by a "Service Line Occurrence" at a "described location". Service Line Coverage extends to any Loss of Use coverage provided in the underlying policy to which this endorsement attaches. The Service Line Coverage Per Occurrence Limit shown in the Schedule of Limits and Deductibles above is the most "we" pay for any one loss, regardless of the number of "Service Line Occurrences".

DEFINITIONS

The following definitions are added:

1. "Green" as used herein means products, materials, methods and processes certified by a "Green Authority" that conserve natural resources, reduce energy or water consumption, avoid toxic or other polluting emissions or otherwise minimize environmental impact.
2. "Green Authority" as used herein means an authority on "Green" buildings, products, materials, methods or processes certified and accepted by Leadership in Energy and Environmental Design (LEED®), "Green" Building Initiative Green Globes®, Energy Star Rating System or any other recognized "Green" rating system.
3. "Service Line Covered Property" as used herein means any exterior underground piping or wiring that provides the following services to a "described location"; electrical power, heating, natural gas, waste disposal, compressed air, drainage, water, steam, internet access, telecommunications services, wide area networks or data transmission.

However, "Service Line Covered Property" does not include any exterior piping or wiring that is not underground.

4. "Service Line Occurrence" as used herein means loss or damage caused by:

- a. wear and tear; deterioration; defect; inherent vice; design default or mechanical breakdown, extremes of temperature or contamination;
- b. rust or other corrosion; decay;
- c. collapse;
- d. electrical and mechanical or pressure systems breakdown; or
- e. freeze.

"Service Line Occurrence" will only apply to causes of loss listed above. However, "Service Line Occurrence" will include any reasonable and necessary excavation costs associated with the repair or replacement of "Service Line Covered Property".

LOSS OR DAMAGE NOT INSURED

When Service Line Coverage is purchased, we will not pay for loss or damage due to:

1. Piping that runs through or under a body of water, including but not limited to, a swimming pool, pond or lake.
2. Piping that delivers water to outdoor property, including but not limited to, sprinklers, irrigation systems, swimming pools, hot tubs and decorative ponds.
3. Wiring that provides electricity to outdoor property, including but not limited to, light fixtures and electric fencing.
4. Piping or wiring that is not connected and ready for use.
5. Storm water drain piping.
6. Septic systems, including leech fields, septic tanks, pumps, motors or piping that runs from the septic tank to leech fields.
7. Water wells, including well pumps or motors.
8. Heating and cooling systems, including heat pumps.
9. Any other cause or event that contributes concurrently or in any other sequence to the loss or damage.

**HOW MUCH WE PAY
FOR LOSS OR OCCURRENCE**

1. Under Property Coverages, Deductible is deleted and replaced by the following with respect to the coverage provided by this endorsement.

Deductible

- a. The Service Line Coverage Per Occurrence Deductible shown in the Schedule above applies to all coverages provided by this endorsement.
- b. Subject to the "limits" set forth by this endorsement, "we" pay that part of the loss, damage, or expense over the deductible. Only one deductible applies at each location.

2. Under Property Coverages, the Loss Settlement Terms are deleted and replaced by the following with respect to the coverage provided by this endorsement.

Loss Settlement Terms -- Subject to the other "terms" shown under How Much We Pay For Loss Or Occurrence and the "terms" of this endorsement, "we" settle losses according to the Replacement Cost Terms.

Replacement Cost Terms -- The smaller of the following amounts is used in applying the "terms" under Our Limit:

- a. the cost, at the time of loss, to replace the lost or damaged part of the property, without deduction for depreciation; or
- b. the cost, at the time of loss, to repair the damaged part of the property."

POLICY CONDITIONS

**CONDITIONS APPLICABLE TO PROPERTY
COVERAGES ONLY**

The following conditions are added with respect to the coverage provided by this endorsement.

**Green Environmental, Safety, and Efficiency
Improvements**

If Covered Property requires repair or replacement due to a "Service Line Occurrence", we will pay;

- a. The "your" additional cost to repair or replace that property with equipment that is better for the environment, safer, or more efficient than the equipment being repaired or replaced.
- b. The additional reasonable and necessary fees incurred by the Insured for an accredited professional certified by a "Green Authority" to participate in the repair or replacement of physically damaged Covered Property as "Green".
- c. The additional reasonable and necessary cost incurred by the Insured for certification or recertification of the repaired or replaced Covered Property as "Green".
- d. The additional reasonable and necessary cost incurred by the Insured for "Green" in the removal, disposal or recycling of damaged Covered Property.
- e. The Loss of Use (if covered within the Policy to which this Service Line Enhancement Endorsement is attached) loss during the additional time required for repair or replacement of Covered Property, consistent with "Green", in the coverages above.

However, "we" will not pay more than 150% of what the cost would have been to repair or replace such property with like kind and quality inclusive of fees, costs, and any loss of use loss incurred as stated above.

These **Conditions** will be part of, and not an addition to, the limit of liability per loss or any other sublimits of this Policy.