

THIS ENDORSEMENT CHANGES YOUR POLICY. PLEASE READ IT CAREFULLY.

INCREASED LOSS ASSESSMENT COVERAGE

For use with forms **SIC HO-3** and **SIC HO-6**

A. **Increased Limit – Residence Premises**

For an additional premium, the limit of liability for SECTION **I** – ADDITIONAL COVERAGE 7. and SECTION **II** – ADDITIONAL COVERAGE 4., Loss Assessment, is increased to the limit of liability shown in your Declarations.

B. SECTION **I** – PROPERTY COVERAGES, ADDITIONAL COVERAGES – 7. Loss Assessment is deleted and replaced with the following:

7. **Loss Assessment**

We will pay up to the total limit of loss assessment shown in your Declarations for your share of loss assessment charged during the policy period against you by a corporation or association of property owners, when the assessment is made as a result of a direct loss to the property, owned by all members collectively, of the type that would be covered by this policy if owned by you, caused by a PERIL INSURED AGAINST under Coverage **A** - Dwelling, other than:

- a. Earthquake; or
- b. Land shock waves or tremors before, during or after a volcanic eruption.

This coverage applies only to loss assessments charged against you as owner or tenant of the "residence premises."

We do not cover loss assessments charged against you or a corporation or association of property owners by any governmental body.

CONDITION 1. Policy Period, under SECTIONS **I** and **II** CONDITIONS, does not apply to this coverage.

No deductible applies to this coverage.

In Form **SIC HO-3**, the following is added:

The total limit of liability of loss assessment shown in your Declarations is the most we will pay with respect to any one loss, regardless of the number of assessments.

C. SECTION **II**, ADDITIONAL COVERAGES – 4. Loss Assessment is deleted and replaced with the following:

D. **Loss Assessment**

We will pay up to the total limit of liability of loss assessment shown in your Declarations for your share of loss assessment charged during the policy period against you by a corporation or association of property owners, when the assessment is made as a result of:

- a. "Bodily injury" or "property damage" not excluded under SECTION **II** of this policy; or
- b. Liability for an act of a director, officer, or trustee in the capacity as a director, officer or trustee, provided:
 - (1) The director, officer or trustee is elected by the members of a corporation or association of property owners; and
 - (2) The director, officer or trustee serves without deriving any income from the exercise of duties, which are solely on behalf of a corporation, or association of property owners.

This coverage applies only to loss assessments charges against you as owner or tenant of the "residence premises."

We do not cover loss assessments charged against you or a corporation or association of property owners by any governmental body.

Regardless of the number of assessments, the total limit of liability of loss assessment shown in your Declarations is the most we will pay for loss arising out of:

- a. One accident, including continuous or repeated exposure to substantially the same general harmful condition; or
- b. A covered act of a director, officer or trustee. An act involving more than one director, officer or trustee is considered to be a single act.

The following does not apply to this coverage:

- a. SECTION **II** – Coverage **E** – Personal liability Exclusion 2.a.(1); and
- b. CONDITION 1. Policy Period, under SECTIONS **I** and **II** – CONDITIONS.

E. SPECIAL LIMIT

SECTION I – PROPERTY COVERAGES

In Form **SIC HO-3**:

With respect to any one loss, \$1,000 is the most we will pay of your loss assessment that results from a deductible in the policy of insurance purchased by a corporation or association of property owners, regardless of the number of assessments.

In Form **SIC HO-6**:

With respect to any one loss, \$2,000 is the most we will pay of your loss assessment, per unit, that results from a deductible in the policy of insurance purchased by a corporation or association of property owners, regardless of the number of assessments.

F. MAXIMUM AMOUNT OF LOSS ASSESSMENT COVERAGE YOU HAVE FOR ANY PROPERTY LOSS

In Form **SIC HO-6**:

The maximum amount of any unit-owner's loss assessment coverage that can be assessed for any one loss, regardless of the number of assessments, shall be an amount equal to your unit-owners loss assessment coverage limit in effect one day before the date of the occurrence.

Any changes to the limits of your unit-owner's loss assessment coverage made on or after the day before the date of the occurrence are not applicable to such loss.

All other provisions of this policy apply.