



THIS ENDORSEMENT CHANGES THE POLICY. PLEASE READ IT CAREFULLY.

## SPECIAL PROVISIONS - INDIANA

### DEFINITIONS

The following definitions are added:

9. "**Fungi**" means any type or form of fungus, including mold or mildew, and any mycotoxins, spores, scents or by-products produced or released by **fungi**.
10. "**Motorized vehicle**" means a self-propelled land or amphibious vehicle regardless of method of surface contact. This includes parts and equipment. This does not include vehicles that are designed and used to assist the handicapped or are not required to be licensed for road use.
11. "**Motorized vehicle registration**" means any licensing, fees, registration or other process that must be completed with any governmental entity that is required by any ordinance, statute or regulation. **Motorized vehicle registration** is not limited to registration of **motorized vehicles** for use on the public highways, and includes any and all fees, licensing and/or registration of **motorized vehicles** pursuant to applicable law.

### SECTION I - PROPERTY COVERAGES

#### COVERAGE C - Personal Property

##### Special Limits of Liability

Item 12. is added as follows:

12. \$2,500 on trading cards and comic books, including any of these that are a part of a collection.

(This is Special Limits of Liability 11. in **our** Premier Select Policy.)

##### Property Not Covered

Under Item 3., paragraph 3 is deleted and replaced by the following:

**We** do cover vehicles or conveyances not subject to **motor vehicle registration** which are:

- a. Used solely to service an **insured's** residence; or
- b. Designed for assisting the handicapped;

#### COVERAGE D - Loss Of Use

The first paragraph is deleted and replaced by the following:

The limit of liability for Coverage D is the actual loss sustained within 12 months from the date of the loss and shall not exceed 30% of the Coverage A amount for Premier, Premier Plus and Premier Select policies and 30% of Coverage C for Premier Condominium Owners and Premier Renters policies for 1. and 2. below:

Item 1. is deleted and replaced by the following:

1. If a loss covered under this Section makes that part of the **residence premises** where **you** reside not fit to live in, **we** cover the Additional Living Expense, meaning any necessary increase in living expenses incurred by **you** so that **your** household can maintain its normal standard of living.

Payment will be for the shortest time required to repair or replace the damage or, if **you** permanently relocate, the shortest time required for **your** household to settle elsewhere.

Item 3. is deleted and the following paragraph is added:

If a civil authority prohibits **you** from the use of the **residence premises** as a result of direct damage to neighboring premises by a Peril Insured Against in this policy, **we** cover the Additional Living Expense and Fair Rental Value loss as provided under 1. and 2. above for no more than two weeks.

The paragraph "The periods of time under 1., 2. and 3. above are not limited by expiration of this policy." is deleted and replaced by the following:

The periods of time for all the above are not limited by expiration of this policy.

#### SECTION I - ADDITIONAL COVERAGES

4. **Fire Department Service Charge.** The first sentence is deleted and replaced by the following:

**We** will pay up to \$2,500 for **your** liability assumed by contract or agreement for fire department charges incurred when the fire department is called to save or protect covered property from a Peril Insured Against.

11. **Ordinance or Law.** The first paragraph is deleted and replaced by the following:

- a. **You** may use up to \$5,000 for the increased costs **you** incur due to the enforcement of any ordinance or law which requires or regulates:

The following Paragraph is added to c.(2):

This exception applies whether or not the irritant or contaminant has any function with respect to **your** property or **business**.

(This is ADDITIONAL COVERAGES 10. in **our** Premier Condominium Owners Policy. ADDITIONAL COVERAGES 11. does not apply to **our** Premier Select Policy.)

Item 12. is added as follows:

12. **Arson Reward.**

**We** will pay \$1,000 for information which leads to an arson conviction in connection with a fire loss to property covered by this policy. This coverage may increase the limit otherwise applicable. However, the \$1,000 limit shall not be increased regardless of the number of persons providing information.

(This is ADDITIONAL COVERAGES 11. in **our** Premier Condominium Owners Policy. This is ADDITIONAL COVERAGES 9. in **our** Premier Select Policy.)

#### SECTION I - PERILS INSURED AGAINST

For Premier and Premier Plus policies, under **Coverage A - Dwelling and Coverage B - Other Structures**, item 2.e (3) is deleted and replaced by the following:

- (3) Smog, rust or other corrosion, **fungi**, mold, wet or dry rot;

If this endorsement is attached to **our** Premier or Premier Plus Policy or **our** Premier Condominium Owners Policy with either CO 17 31 or CO 17 32 or both, then the following is added to Paragraph 2.e.(5) in **our** Premier and Premier Plus Policy, Paragraph 3.d.(5) on CO 17 31 and Paragraph 2.e.(5) on CO 17 32;

In this provision, any reference to pollutants applies whether or not the irritant or contaminant has any function with respect to **your** property or **business**.

For Premier and Premier Plus Homeowners Policies, under **Coverage A - Dwelling and Coverage B - Other Structures**, item 2.e.(9) is added:

**We** do not, however insure for loss:

2. Caused by:
  - e. Any of the following:
    - (9) Continuous or repeated seepage or leakage of water or steam over weeks, months or years from within a plumbing, heating, air conditioning or automatic fire protective sprinkler system or from within a household appliance.

For Premier and Premier Plus Homeowners Policies, the last paragraph on item 2.e. is deleted and replaced with the following:

If a loss excluded under 2.e. above causes or results in water to escape suddenly and accidentally from a plumbing, heating, air conditioning or automatic fire protective sprinkler system or household appliance, **we** do cover the direct physical loss caused by the water, including the cost of tearing out and replacing any part of a building necessary to repair the system or appliance. **We** do not cover loss to the system or appliance from which this water escaped.

## SECTION I - EXCLUSIONS

The first paragraph is deleted and replaced by the following:

**We** do not insure for any loss caused directly or indirectly by any of the following exclusions, regardless of the cause of the excluded event or damage; other causes of the loss; whether any other cause or event acts concurrently or in any sequence with the excluded event to produce the loss; whether the loss or event occurs suddenly or gradually, involves isolated or widespread damage or occurs as a result of any combination of these; or whether the loss is caused by, results from, consists of, involves or is contributed to by a natural, human, animal or plant forces.

(This is item 1. in **our** Premier and Premier Plus Homeowners Policies.)

1. **Ordinance or Law.** The following Paragraph is added:

This exclusion applies whether or not the property has been physically damaged, or whether or not the irritant or contaminant has any function with respect to **your** property or **business**.

For Premier and Premier Plus Homeowners Policies, the first paragraph under item 2. is deleted and replaced with the following:

2. **We** do not insure for loss to property described in Coverages A and B caused directly or indirectly by any of the following regardless of whether any other cause or event contributes or acts concurrently or in any sequence with the excluded event to produce the loss.
3. **Water Damage** is deleted and replaced by the following:
  3. **Water Damage**, meaning loss caused by or consisting of:
    - a. Flood, surface water, waves, tidal water, tsunami, seiche, storm surge, breach or overflow or failure of levees or dikes, overflow of a body of water, or spray from any of these, whether or not driven by wind;
    - b. Water or water-borne material or any liquid or semi-liquid substance which backs up through sewers or drains or which overflows from a sump pump, sump pump well or any other device designed to remove water or water-borne material or any liquid or semi-liquid substance from the **residence premises**;
    - c. Water below the surface of the ground including water which exerts pressure on or seeps or leaks through a building, sidewalk, driveway, foundation, swimming pool or other structure;
    - d. Water which is released, overflows or escapes from a dam, levee or other structure designed to contain surface water; or

e. Damage to the interior of a building from rain, snow or sleet, unless the wall or roof of the building has first sustained a loss from a cause of loss covered in Section I, that created an opening through which the rain, snow or sleet entered;

whether caused by or resulting from human, animal, plant or naturally occurring forces, or however caused.

Direct loss by fire, explosion or theft resulting from water damage is covered.

(This is Exclusion 1.c. in **our** Premier and Premier Plus Homeowners Policies.)

Item 9. is added as follows:

9. **We** do not insure for loss, by a covered peril, that alters the physical appearance of the **metal roof covering** but does not result in the penetration of water through the **metal roof covering** or does not result in the failure of the **metal roof covering** to perform its intended function of keeping out the elements over an extended period of time.

**Metal roof covering** means the metal roofing material exposed to the weather, the underlayments applied for moisture protection and all flashings required in the replacement of a **metal roof covering**.

**We** do insure for loss, by a covered peril, to **metal roof coverings** that will allow the penetration of water through the **metal roof covering** or that results in the failure of the **metal roof covering** to perform its intended function of keeping out the elements over an extended period of time.

(This is exclusion 3. in **our** Premier and Premier Plus policies.)

## SECTION I - CONDITIONS

### 3. Loss Settlement

For Premier and Premier Plus Homeowners Policies, item b.(4) is deleted and replaced by the following:

b.(4) **We** will pay no more than the actual cash value of the damage until actual repair or replacement is complete. Once actual repair or replacement is complete, **we** will settle the loss according to the provisions of b.(1) and b.(2) above.

However, if the cost to repair or replace the damage is less than \$5,000, **we** will settle the loss according to the provisions of b.(1) and b.(2) above whether or not actual repair or replacement is complete.

8. **Suit Against Us** is deleted and replaced by the following:

### 8. Suit Against Us.

No action can be brought unless the policy provisions have been fully complied with and the action is started within two years after the date of loss.

### 12. Mortgage Clause

Item b. is deleted and replaced by the following:

b. Pays any premium due under this policy when notified if **you** have neglected to pay the premium;  
and

Item 17. under **Section I - Conditions** is added:

### 17. Your Duty to Select and Maintain Policy Limits

At each policy renewal date, the amount of the limit of liability stated in the declarations for COVERAGE A may be adjusted to account for inflation, current building costs, changes in the cost of items of property, and other factors. Any adjustment of the amount of the COVERAGE A limit of liability will result in proportionate adjustments of the amounts of limits of liability of COVERAGE B and COVERAGE C and the amounts of the limits of liability of those OTHER COVERAGES - SECTION I, for which the limits of liability are stated in the policy as a percentage of the COVERAGE A limit of liability.

**SECTION II - EXCLUSIONS**

Under 1. **Coverage E - Personal Liability and Coverage F - Medical Payments to Others**, Exclusion f. is deleted and replaced by the following and Exclusions m. and n. are added:

f. Arising out of:

- (1) The ownership, maintenance, use, loading or unloading of any **motorized vehicles** or all other motorized land conveyances, including trailers, owned or operated by or rented or loaned to an **insured**.
- (2) The entrustment by an **insured** of any **motorized vehicles** or any other motorized land conveyance to any person; or
- (3) Vicarious liability, whether or not statutorily imposed, for the actions of a child or minor using a vehicle or conveyance excluded in paragraph (1) or (2) above.

This exclusion does not apply to:

- (1) A trailer not towed by or carried on a motorized land conveyance.
- (2) A motorized land conveyance designed for recreational use off public roads that is not subject to any **motorized vehicle registration** and;
  - (a) Not owned by an **insured**; or
  - (b) Owned by an **insured** and on an **insured location**;
- (3) A motorized golf cart when used to play golf on a golf course;
- (4) A vehicle or conveyance that is not subject to any **motorized vehicle registration** which is:
  - (a) Used to service an **insured's** residence;
  - (b) Designed for assisting the handicapped; or
  - (c) In dead storage on an **insured location**;

m. Arising out of the liability assumed by the **insured** under any contract or agreement except any indemnity obligation assumed by the **insured** under a written contract directly relating to the ownership, maintenance or use of the premises.

n. Arising out of the liability for claims made against any **insured** arising out of the sale or transfer of the insured premises or other real estate including but not limited to any claims made against any **insured** for fraud, misrepresentation, failure to disclose or any other claim made against any **insured** arising out of the sale or transfer of real estate.

Under 2. **Coverage E - Personal Liability**, Exclusion a.(3) is added:

(3) For the liability imposed for **punitive damages**, and/or attorney's fees, and/or exemplary damages, and/or damages for aggravating circumstances as may be described in the Wrongful Death Statute. **Punitive Damages** are amounts of money awarded or imposed to punish or to make an example of a wrongdoer.

**SECTION I AND II - CONDITIONS**

2. **Concealment or Misrepresentation** is deleted and replaced by the following:

2. **Concealment, Fraud or Misrepresentation.**

a. Under **SECTION I - PROPERTY COVERAGES**, with respect to all **insureds** covered under this policy, **we** provide no coverage for loss under **SECTION I - PROPERTY COVERAGES** if, whether before or after a loss, one or more **insureds** have:

- (1) Intentionally concealed or misrepresented any material fact or circumstance;
- (2) Engaged in fraudulent conduct; or
- (3) Made false statements;

relating to this insurance.

b. Under **SECTION II - LIABILITY COVERAGES**, **we** do not provide coverage to one or more **insureds** who, whether before or after a loss, have:

- (1) Intentionally concealed or misrepresented any material fact or circumstance;
- (2) Engaged in fraudulent conduct; or
- (3) Made false statements;

relating to this insurance.

5. **Cancellation.**

Paragraph b.(4) is deleted in its entirety.

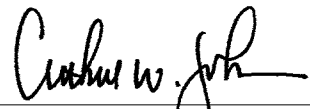
The following condition is added:

10. **Notice To Agent.** Your notice to our agent will be deemed to be notice to us.

All other provisions of this policy apply.

AUTO CLUB FAMILY INSURANCE COMPANY

  
Secretary

  
President