

ACFIC - HOMEOWNERS

SPECIAL LOSS SETTLEMENT (CO 04 56)

Applies to: Premier - YES, Premier Plus - NO, Premier Select - NO,
Premier Condo - NO, Premier Renters - NO*

Effective April 15, 2021, the Special Loss Settlement endorsement will not be available for New Business or for adding to existing policies.

The policy may be endorsed to modify the 95% Coverage A Loss Settlement Replacement Value. The percentage may be modified to 70% without affecting loss settlement provisions.

The premium is developed by following the steps below:

1. Divide desired Coverage A by Replacement Cost. Round down to the nearest available percentage. This is the modified percentage for loss settlement replacement.
2. Multiply the Coverage A by the modified percentage factor (calculated in step 1 above) listed below and round to the nearest \$1,000.

<u>% of Replacement Value</u>	<u>Factor</u>
70%	1.26

3. Develop the base premium from the amount of insurance computed in step 2.
4. Multiply the base premium by the appropriate factor below.

<u>% of Replacement Value</u>	<u>Factor</u>
70%	.98

Endorsement CO 04 56 Special Loss Settlement will be attached to the policy.

* This endorsement may not be added to a Premier Policy that has an CO 04 77 Ordinance Or Law Coverage Endorsement attached.