

# INLAND MARINE

## UNDERWRITING GUIDELINES

- A. A completed ACORD application must accompany any submission.
- B. Inland Marine policies are intended to be written in conjunction with supporting coverage. If monoline Inland Marine coverage is requested, please consult an underwriter before binding any coverage.
- C. The risk should be loss free in the line of Inland Marine for the previous three years. In some cases, hard copy loss runs may be requested.
- D. Items valued at \$250 or more will be scheduled and a complete description, including I. D. or serial number, will be needed. The insured should take proper precautions to safeguard against damage and theft of insured items.

## DEDUCTIBLES

The minimum deductible for Inland Marine coverage is generally \$250. The following premium modification factors will apply to filed classes in developing a final rate:

Deductible	Factor
\$250	1.00
\$500	.90
\$1,000	.85
\$2,500	.80

## RATING

The majority of Inland Marine policies fall within the scope of the non-filed category and have no set rating structure. Due to the inherent nature of Inland Marine and the wide variances of exposures, a base rate per \$100 in coverage will be determined in many cases by the Underwriter based on the individual risk itself and Company guidelines. Guideline rates for many classes are available in Fremont Complete. Factors in determining a rate include loss experience, type of items to be insured, supporting coverage, management attitude and practices, protective safeguards in place and other factors.

## LOSS COST MULTIPLIER

Apply the company's loss cost multiplier to AAIS loss costs any time it is necessary to convert a base loss cost to a rate. **Use a loss cost multiplier of 1.60.**

## **ACCOUNTS RECEIVABLE**

### **COVERAGE**

The coverage provided by Account Receivable Coverage IM 1000 is a consequential loss coverage. In case of loss, the policy will pay the outstanding balance due that cannot be collected because of damage to or the destruction of the records, including reasonable expenses necessary to reconstruct the accounts receivable records. Coverage is for risks of direct physical loss unless the loss is limited or caused by a peril that is excluded. See the form for exclusions.

Accounts Receivable Coverage IM 1000 is available on a non-reporting basis.

### **ELIGIBILITY**

To be eligible, the insured must have had a credit operation for at least three years. We do not require a report.

### **COVERAGE AMOUNT**

The coverage amount to be written must be at least 125% of the average accounts receivable during the past 12 months.

### **RATING**

**Premium base** – The premium base is the amount of insurance determined by the rule above. Rates apply per \$100 of premium base.

**Annual Rate for On Premises and Off Premises Coverage** – The rate is 35% of the 80% coinsurance Group I loss cost for Personal Property at the location where the records are kept.

### **Credits On and Off Premises –**

- 40% for UL Class A or SMNA 4 hour exposure label
- 30% for UL Class B or SMNA 2 hour exposure label
- 20% for UL Class C or SMNA 1 hour exposure label
- 10% for UL or SMNA ½ hour label
- 10% unlabeled safe or vault
- 10% fully enclosed metal container
- 25% if 51% to 89% of records are duplicated
- 50% if 90% or more of records are duplicated
- 20% if at least 51% of business is wholesaler, manufacturer or an insurance agent

## **BAILEE CUSTOMERS FLOATERS**

### **DRY CLEANERS AND LAUNDRY FORM COVERAGE**

The Bailees Customers Floater Coverage – Dry Cleaners IM 7550 provides processing and storage coverage for Dry Cleaning and Laundry Operations. Coverage is for risks of direct physical loss unless the loss is limited or caused by a peril that is excluded.

Two limits of insurance may be written:

- Processing limit applies to property of others in the insured's care, custody and control for dry cleaning, laundering, dyeing, altering, repairing or other similar work upon the property.
- Storage limit applies to property of others which the insured stores.

### **ELIGIBILITY**

This coverage is designed for dry cleaning and laundry risks which process and store property of others such as clothing, drapes and rugs.

### **DEDUCTIBLE**

A minimum deductible of \$500 applies to this form.

### **RATING**

This form is judgment-rated based on individual risk characteristics. All rating must be referred to the Company.

### **MISCELLANEOUS BAILEE – PROCESSOR FLOATER COVERAGE**

The Miscellaneous Bailee – Processor Floater IM 7501 provides coverage for property of others in the insured's care, custody and control for processing, such as finishing, repairing, restoring, adjusting or other similar work upon the property. This coverage does not apply to dry cleaning and laundry operations.

See the Bailee Customers Floater Coverage – Dry Cleaners above for these risks.

### **ELIGIBILITY**

This coverage is designed for other than dry cleaning and laundry risks which process and store property of others, such as clothing, drapes and rugs.

### **DEDUCTIBLE**

A minimum deductible of \$500 applies to this form.

### **RATING**

This form is judgment-rated based on individual risk characteristics. All rating must be referred to the Company.

### **OPTIONAL COVERAGE**

- Fur Garment Endorsement IM 7561
- Named Perils Endorsement IM 7512

## **BOAT DEALERS COVERAGE COVERAGE**

Boat Dealers Coverage Form IM FM 05 covers stock for sale consisting principally of private pleasure inboard motorboats, jet skis, sailboats, outboard motors, outboard motorboats, canoes, rowboats, boat trailers and accessories and supplies. These may be property of the insured, held on consignment or sold but not delivered. Similar property of others in the insured's care, custody or control for repair or storage is also covered.

Coverage applies for risks of direct physical loss unless the loss is limited or caused by a peril that is excluded.

### **ELIGIBILITY REQUIREMENTS**

- The dealership must be well operated and financially sound.
- Buildings and grounds must be in good condition.
- Past loss history must be favorable.

### **INELIGIBILITY**

- Property in the course of manufacture.
- Property rented or loaned to others whether or not there is an eventual purchase provision.
- Property leased, rented or sold, including property sold under a deferred payment sales agreement, after it has left the custody of carriers for hire.

### **COINSURANCE**

An 80% coinsurance clause applies to all losses except to property in transit.

### **DEDUCTIBLE**

A minimum deductible of \$500 applies to this form. Higher deductibles are available.

### **RATING**

This form is judgment-rated based on individual risk characteristics. All rating must be referred to the Company.

### **OPTIONAL COVERAGES**

- Employee's Tool Coverage may be increased.
- Property in Transit or Being Demonstrated Coverage may be increased.
- Property on Exhibit Coverage may be increased.
- Peak Season Coverage.
- False Pretense Coverage.

## **BUILDERS' RISK COVERAGE**

Builders' Risk Coverage provides insurance for a building or structure while in the course of construction, erection or fabrication. It also covers scaffolding, construction forms, temporary fencing and temporary structures at the jobsite. Coverage is provided for risks of direct physical loss unless the loss is limited or caused by a peril that is excluded. Refer to Builders' Risk Coverage Comprehensive Form IM 7050 for details.

### **ELIGIBILITY**

The Company must be the intended carrier when the building project is complete and the occupancy must be an acceptable risk. Or, the Company must write the contractor as supporting business for the builders' risk policy.

### **DEDUCTIBLE**

The base deductible is \$500. Other deductibles are available.

### **COVERAGE AMOUNT**

Coverage is on a replacement cost basis with a 100% coinsurance clause. The amount of coverage should be equal to the full contract value of the project including reasonable profit and overhead expenses.

### **OPTIONAL COVERAGES**

- **Rehabilitation and Renovation Endorsement** IM 7070. This extends coverage under the Builders' Risk Coverage Comprehensive Form to cover existing structures at the jobsite while in the course of rehabilitation or renovation. Coverage can be stated value or actual cash value.
- **Soft Cost, Extra Expense and Rental Income Endorsement** IM 7079. The form covers soft costs for advertising, design fees, professional fees, financing, lease administration, realty taxes, general administration, lease expenses, permit fees and additional insurance premiums to renew or extend insurance coverage. It also covers extra expense, extra expenses to reduce a loss and loss of rental income, arising out of a delay resulting from direct physical loss to a covered building or structure by a covered peril.

### **RATING**

This is a judgment-rated class based on individual risk characteristics. All rating must be referred to the Company.

## **CAMERA AND MUSICAL INSTRUMENT DEALERS COVERAGE**

Camera and Musical Instrument Dealers Coverage IM 1050 covers stock and similar property of others in the insured's care, custody, or control for risks of direct physical loss unless the loss is limited or caused by a peril that is excluded. The camera dealer's stock includes cameras, lenses, projection machines, movable sound equipment, and other photographic equipment pertaining to these items that are used in recording, projecting, reproducing, and operating motion pictures and film, including digital. It also includes items such as binoculars, telescopes and microscopes.

The musical instrument dealer's stock includes musical instruments, sheet music, music stands, cases, and other items pertaining to and used with musical instruments.

Four limits of coverage are available:

1. On premises coverage at each location.
2. Property away from premises in the custody of the insured or the insured's employees.
3. Property at premises not listed in the policy.
4. Property in transit.

### **INELIGIBILITY**

Radios, television sets, record players, tape recorders, video cassette recorders, compact disc players, DVD players and recorders, digital audio players and recorders, and similar items are not considered musical instruments and not eligible for coverage.

### **COINSURANCE**

On premises coverage at each location is subject to an 80% coinsurance clause. In the event of loss, only the property at the premises where the loss occurred is included in the coinsurance calculation.

Coinsurance does not apply to property away from premises, to property at premises not listed in the policy or to property in transit.

### **DEDUCTIBLE**

A minimum deductible of \$500 applies to this form. Higher deductibles are available.

### **RATING**

This form is judgment-rated based on individual risk characteristics. All rating must be referred to the Company.

### **OPTIONAL COVERAGES**

- Peak Season Coverage.
- Furniture, fixtures, office equipment and supplies coverage.
- Machinery, tools and their parts.
- Patterns, molds, models and dies.
- Tenant's improvements.
- Replacement Cost Coverage for furniture, fixtures, office equipment and supplies; machinery, tools and their parts; and patterns, molds, models and dies.

## **COMPUTER COVERAGE COVERAGE**

Computer Coverage IM 7201 is intended to insure computer components being used by the insured in an office, including laptops. The form covers risks of direct physical loss unless the loss is limited or caused by a peril that is excluded. Refer to the form for details.

The form provides the following coverage on a scheduled basis:

### **Hardware.**

This covers, but is not limited to:

1. mainframe and mid-range computers, network servers;
2. personal computers and workstations;
3. laptops, palmtops, notebook PC's, other portable computer devices and accessories, including multimedia projectors; and
4. peripheral data processing equipment including printers, keyboards, monitors and modems.

**Software.** This covers media, data records, programs and applications and proprietary programs.

**Earnings and Extra Expense.** This covers loss of net income that would have been earned or incurred, and continuing operating expenses plus extra expenses that would not have been incurred, if there had not been a covered loss.

**Extra Expense only.** This covers the extra expenses that are necessary during the "restoration period", to continue normal data processing operations, that would not have been incurred if there had been no direct physical loss or damage to property caused by a covered loss.

A separate amount of insurance applies to each of these coverages to be insured. Coverage is automatically provided for newly acquired property subject to policy limitations. Mechanical breakdown, earthquake and flood coverage are included. Electrical disturbance and power supply disturbance are covered if the cause of such disturbance took place within 500 feet of the premises where the loss occurred.

### **ELIGIBILITY**

Property owned by an insured or in the insured's care, custody or control may be covered.

Property rented to others is not eligible.

### **DEDUCTIBLE**

A minimum deductible of \$500 applies. Deductibles of \$250, \$1,000, \$2,500, \$5,000 and \$10,000 are available.

### **OPTIONAL COVERAGES**

#### **• Upgrade Value Endorsement IM 7213.**

This form provides for replacement of hardware by equipment of greater ability and cost. Hardware is scheduled for its upgraded value.

#### **• Telecommunications Equipment IM 7228.**

This extends the form to cover telephone components and equipment used for the transmission of communications, including telephone switchgear (including PBX systems), operating systems, related software, fax transmission equipment, video conferencing equipment and other related hardware (including computers dedicated to voice mail). A blanket limit covers all such equipment and software.

### **RATING**

This is a judgment-rated class based on individual risk characteristics. All rating must be referred to the Company.

## **CONTRACTORS' EQUIPMENT COVERAGE**

Contractors' Equipment Coverage provides insurance for mobile construction equipment, but smaller equipment can be included. Schedules covering smaller equipment such as portable power saws, levels, mechanics tools, etc. can be covered under the Small Tools Endorsement IM 7015.

The Contractors' Equipment form covers risks of direct physical loss unless the loss is limited or caused by a peril that is excluded. Use Contractors' Equipment Coverage form IM 7001.

### **DEDUCTIBLE**

The base deductible is \$500.

### **OPTIONAL COVERAGES**

- **Equipment Rented or Leased From Others Endorsement** IM 7012. The form adds coverage for equipment the insured rents or leases from others.
- **Equipment Rented or Leased To Others Endorsement** IM 7013. The form adds coverage for equipment the insured rents or leases to others.
- **Rental Reimbursement Endorsement** IM 7014. The form provides reimbursement to rent similar equipment if covered equipment is inoperable due to a covered loss. There is a 72 hour waiting period, which can be reduced or eliminated.
- **Small Tools Endorsement** IM 7015. The form adds coverage for small mobile tools and equipment.

### **RATING**

This is a judgment-rated class based on individual risk characteristics. All rating must be referred to the Company.



## **EXHIBITION FLOATER COVERAGE**

Exhibition Floater IM 7503 is designed to cover the insured's property and property of others in the insured's care, custody and control while on exhibit or display. Coverage is for risks of direct physical loss unless the loss is limited or caused by a peril that is excluded.

Coverage may be on a scheduled basis or on a blanket basis:

### **Scheduled Exhibitions**

Property described on the schedule is covered while on exhibit or display during the dates indicated on the schedule and while at a premises listed on the schedule, or while in transit to and from the exhibit or display.

### **Blanket Exhibitions**

Property described on the schedule is covered while on exhibit or display away from a premises that is owned, leased or operated by the insured or in transit to and from an exhibit or display. This allows coverage for all exhibitions attended by the insured.

### **ELIGIBILITY**

Supporting coverage is usually required to provide this floater.

### **COINSURANCE**

Coinsurance is usually required.

### **DEDUCTIBLE**

The base deductible is \$500. Other deductibles are available.

### **RATING**

This is a judgment-rated class based on individual risk characteristics. All rating must be referred to the Company

## **FINE ARTS, MUSICAL INSTRUMENTS, ORGANS AND PHOTOGRAPHIC EQUIPMENT COVERAGE**

Coverage is available for collections of fine arts, for musical instruments or photographic equipment owned by businesses, educational institutions or groups. Coverage is provided for risks of direct physical loss unless the loss is limited or caused by a peril that is excluded. Refer to the forms for details of coverages and exclusions.

### **ELIGIBILITY**

Coverage may be written for the following classes of property in accordance with these rules.

#### **Fine Arts Floater – Private Collections IM 7400.**

This is for private collections of works of art or articles of rarity, historical value or artistic merit. This includes antiques, art glass windows, bric-a-brac, bronzes, etchings, manuscripts, marbles, paintings, pictures, porcelains, rare books, rare glass, statuary, tapestries and valuable rugs.

The collection must be owned by a business or educational institution. Stock belonging to a business is not eligible for this coverage. Collections that belong to private individuals are not eligible. They should be covered on a personal articles form attached to a Homeowners, Farmowners or other personal lines policy.

#### **Musical Instruments Coverage IM 1250.**

This is for musical instruments and related equipment and sheet music owned by a band, business, educational institution, ensemble, musical group or orchestra. Instruments and related equipment owned by a professional musician are also eligible. Students or individual members of the musical organization may also be covered upon approval by the Commercial Underwriting Department.

Stock belonging to a musical instruments dealer or property that belongs to a manufacturer is not eligible for this coverage. Property that belongs to a private, non-professional individual should be covered on a personal articles form attached to a Homeowners, Farmowners or other personal lines policy.

#### **Organs (not portable) IM 1250.**

This is for non-portable organs and related equipment, owned by religious institutions and other organizations. Portable organs should be insured under the Musical Instruments Coverage above. Stock belonging to a musical instruments dealer or property that belongs to a manufacturer is not eligible for this coverage.

#### **Photographic Equipment Coverage IM 1350.**

This is for cameras, lenses, projectors and related equipment and accessories. Film, microscopes, and telescopes used with photographic equipment are also eligible for this coverage. The property must be owned by a business or educational institution.

### **NOT ELIGIBLE**

1. Aerial or radar cameras.
2. Coin or token operated devices.
3. Property belonging to dealers or manufacturers.
4. Studio-type television cameras and related equipment.

### **SCHEDULED COVERAGE**

Each covered item must be scheduled on the policy, except those covered on a blanket basis. The schedule must contain a description of each item and show the coverage amount that applies.

### **BLANKET COVERAGE**

A blanket coverage amount up to 10% of the total coverage amount may be used to cover miscellaneous

property. All items covered under a blanket limit are subject to a 100% coinsurance clause. The 10% limit may be increased at the Company's option.

**DEDUCTIBLE**

A minimum deductible of \$500 applies. Higher deductibles are available.

**RATING**

The premium base for each class of property is the total coverage amount for all covered items. Any applicable credits or surcharges are applied in sequence and not added together. All rates are annual and apply per \$100 of premium base.

**Fine Arts:**

Fire premium (Step 1) – Multiply the 100% coinsurance Group I Personal Property rate times .90.

Loading (Step 2) – Add the following rates to the result of Step 1:

First \$10,000	\$ .036
Next \$15,000	\$ .024
Excess of \$25,000	refer to Company.

The above rates include transit, the off premises exposure and theft.

Earth Movement Coverage -- .93 per \$100 of coverage

Fine Arts Breakage Coverage – The premium base for this coverage is the total coverage amount for all covered items. Apply the following rates to the premium base and add the result to Step 2.

First \$25,000	\$ .15
Excess of \$25,000	refer to Company.

**Musical Instruments:**

Base Rate (Step 1) – Apply the following rates to the premium base:

Individual/Professional	First \$1,500	\$2.736
	Over \$1,500	\$0.594
Dance Band/Orchestra		\$1.733
All other		\$ 0.638

Named Perils (Step 2) – If applicable, multiply the premiums developed in Step 1 by .90.

**Organs (not portable):**

Fire premium (Step 1) – Multiply the 80% coinsurance Group 1 Personal Property rate times .85.

Loading (Step 2) – Add the following rates to the result of Step 1:

First \$10,000	\$ .229
Next \$40,000	\$ .138
Over \$50,000	\$ .069

Named Perils (Step 3) – If applicable, multiply the premiums developed in Steps 1 and 2 times .90. The Package Modification Factor applies to this coverage.

**Photographic Equipment:**

Base Rate (Step 1) – Apply the following rates to the premium base:  
Professional use, including individuals \$2.75

Named Perils (Step 2) – If applicable, multiply the premium developed in Step 1 by .90.

**Deductible Debit/Credits** – Apply the following debit or credit to the premiums developed above:

<b>Deductible Options:</b>	<b>\$250</b>	<b>\$500</b>	<b>\$1,000</b>
Fine Arts	+10%	Base	-15%
Musical Instruments	Base	-10%	-15%
Organs (not portable)	Base	-10%	-15%
Photographic Equipment	Base	-10%	-15%

## **GOLF COURSE COVERAGE COVERAGE**

Golf Course Coverage IM 7300 is designed to cover the golf course, golf course property, driving range property and golf carts. Coverage for fire or lightning, vehicle damage, vandalism or theft, civil commotion or riot, soot or volcanic action and falling aircraft damage applies to Golf Course coverage. Risks of direct physical loss, unless the loss is limited or caused by a peril that is excluded applies to Golf Course Property, Driving Range Property and Golf Carts.

**Golf Course** coverage covers fairways, greens, tees, sand traps and bunkers; practice putting greens; and trees, shrubs or plants that are planted along the fairways.

**Golf Course Property** covers in-ground sprinkler systems; permanently installed drying fans for greens; cups, flags and flag sticks at greens; ball washers, benches, water coolers, signs, markers and retaining walls at tees; paved cart paths, bridges, and fences adjacent to fairways; and portable out-houses.

**Driving Range Property** covers mats, tees and dividers; ball baskets and bag racks; yard markers; ball washing and ball dispensing equipment; and mobile equipment used to retrieve golf balls from the driving range.

**Golf Carts** covers golf carts; carts designed to deliver beverages and snacks to golfers on the golf course; utility carts designed for grounds keeping and other related golf course work; and electronic range finding equipment that is permanently installed on golf carts. Golf Course Property and Golf Carts coverages apply to property owned by the insured or if property of others in the insured's care, custody and control.

- Separate limits must be written on each of the four for the coverage to apply.

### **ELIGIBILITY**

Well operated and financially sound public and private golf courses are eligible.

### **DEDUCTIBLE**

The base deductible is \$500. Other deductibles are available.

### **RATING**

This form is judgment-rated based on individual risk characteristics. All rating must be referred to the Company.

### **OPTIONAL COVERAGE**

- Hail Coverage

## **INSTALLATION FLOATER COVERAGE**

Installation Floater Coverage IM 7100 covers property of the insured and property of others in the care, custody or control of the insured that will become a part of a building or other structure. Building materials, equipment, fixtures, machinery and supplies are covered by the form. Coverage is for risks of direct physical loss unless the loss is limited or caused by a peril that is excluded.

Installation coverage usually begins once ownership of the property is acquired by the insured and continues while the property is in storage awaiting transit to the installation site, while in transit and while at the jobsite awaiting installation.

Coverage usually ends when the owner or buyer accepts the property or when the property becomes a permanent part of the building or structure. Coverage will end 31 days after the project is complete, or the expiration of the policy, whichever occurs first.

### **ELIGIBILITY**

The following are some of the types of risks that are generally eligible for coverage under the Installation Floater Coverage form. Other risks not listed below may be eligible.

- Air conditioning and heating equipment installation
- Appliance installation (residential or commercial)
- Communications equipment installation
- Floor covering installation
- Machinery or equipment installation
- Residential and commercial building remodeling
- Installation Floater Coverage is usually written to cover the contractor or subcontractor or owner of the property.

### **EXCLUSIONS**

Some of the exclusions include faulty workmanship, error in design or specifications, and flood at the installation site. Contractor tools and equipment are not covered.

### **DEDUCTIBLE**

The base deductible is \$500 per occurrence. A deductible buyback of \$250 is available.

### **RATING**

This form is judgment-rated based on individual risk characteristics. All rating must be referred to the Company

## **MOBILE EQUIPMENT DEALERS**

### **COVERAGE**

Mobile Equipment Dealers Coverage IM 1150 covers the insured's stock and similar property of others in the insured's care, custody or control for risks of direct physical loss unless the loss is limited or caused by a peril that is excluded.

Covered stock consists of mobile equipment including, but not limited to, mobile agricultural, construction or materials handling equipment and their accessories and supplies.

Three limits of coverage are available:

1. Property on a premises listed on the schedule.
2. Property on a premises not listed on the schedule.
3. Property in transit.

### **INELIGIBILITY**

Property that is being manufactured or is sold on an installment sales plan is not eligible for this coverage.

### **COINSURANCE**

Coverage for property at each premises listed on the schedule is subject to an 80% coinsurance clause. In event of loss, only the value of property at the premises where the loss occurred is included in the coinsurance calculation. Coinsurance does not apply to property in transit.

### **DEDUCTIBLE**

A minimum deductible of \$500 applies to this form. Higher deductibles are available.

### **RATING**

This form is judgment-rated based on individual risk characteristics. All rating must be referred to the Company.

### **OPTIONAL COVERAGES**

- Peak Season Coverage
- Furniture, fixtures, office equipment and supplies
- Machinery, tools and their parts
- Patterns, molds, models and dies
- Tenant's improvements
- Replacement Cost Coverage for furniture, fixtures, office equipment and supplies; machinery, tools and their parts; and patterns, molds, models and dies

## **PHYSICIANS AND DENTISTS EQUIPMENT COVERAGE**

The Physicians and Dentists Equipment Coverage form IM 1400 provides coverage for medical, surgical, or dental equipment, tools, supplies, scientific books, office furniture, fixtures and equipment and tenant's improvements. Coverage is provided for risks of direct physical loss unless the loss is limited or caused by a peril that is excluded.

### **ELIGIBILITY**

Coverage may be written for persons in the medical or dental profession. Dealers, clinics, hospitals, medical schools and similar organizations are not eligible.

### **DEDUCTIBLES**

Deductibles of \$250, \$500 and \$1,000 are available.

### **OPTIONAL ENDORSEMENTS**

- Additional Property Coverages IM 1411 provides:
  - a. Office furniture, fixtures and equipment away from premises up to 30 days - \$1,000
  - b. Money and stamps - \$250
  - c. Personal effects - \$500
  - d. Reproduce records - \$500
  - e. Extra Expense - \$1,000
  
- Property Normally Carried by You IM 1412 amends IM 1400 so it only covers medical, surgical or dental equipment, tools, supplies and scientific books the insured normally carries with them and which are used in their medical profession.
  
- Artificially Generated Electric Current IM 1413 provides coverage for losses caused by artificially generated electric current caused by or resulting from an occurrence within 100' of the described premises and for electrical power supply disturbances including surges, blackouts or brownouts if the cause of the disturbance takes place within 100' of the described premises.

### **RATING**

This form is judgment-rated based on individual risk characteristics. All rating must be referred to the Company



## **SCHEDULED PROPERTY FLOATER COVERAGE COVERAGE**

The Scheduled Property Floater form IM 7500 only covers property that is described on the Schedule of Coverages. Coverage is provided for risks of direct physical loss unless the loss is limited or caused by a peril that is excluded. Named Perils Coverage IM 1251 is available.

### **ELIGIBILITY**

This floater is limited to property that falls within the Nationwide Marine Definition that cannot be more specifically covered by another Inland Marine form.

### **DEDUCTIBLE**

This floater is subject to a minimum deductible of \$500.

### **RATING**

This form is judgment-rated based on individual risk characteristics. All rating must be referred to the Company

## **SIGNS**

### **COVERAGE**

The Sign Coverage form IM 1450 covers automatic, electric, fluorescent, LED, mechanical, neon and plasma signs, lamps and street clocks and data processing equipment used in connection with the signs. Coverage is provided for risks of direct physical loss unless the loss is limited or caused by a peril that is excluded.

### **ELIGIBILITY**

Coverage may be written on automatic, electric, fluorescent, LED, mechanical, neon and plasma signs, lamps and street clocks and data processing equipment used with the signs.

A policy may be issued to a manufacturer or dealer that covers signs or street clocks which are sold or serviced under a maintenance contract. Each covered item must be scheduled in the policy. A premium is charged as if a separate policy were issued to each individual owner.

Billboards and fixed signs are not eligible even if they are illuminated by electric lighting. A policy may not be issued to groups or combinations of individuals not under common ownership.

### **SCHEDULE REQUIREMENTS**

All items must be scheduled and must show:

- a. The type of sign or item covered.
- b. Lettering, if any.
- c. Coverage amount of each item.
- d. Location of the item.

### **DEDUCTIBLE**

The policy may be issued with or without a deductible. Deductibles of \$250, \$500 and \$1,000 are available.

### **RATING**

#### **Outside signs:**

The premium base is the total coverage amount for all covered items. The rates are annual and apply per \$100 of premium base.

Base Rates	(Step 1) –	
	No deductible	\$3.706
	\$100 deductible	\$3.262
	\$250 deductible	\$2.965
	\$500 deductible	\$2.669
	\$1,000 deductible	\$2.520

#### **Inside Signs:**

Inside sign factor (Step 2) –  
For signs located inside a building, multiply the above rates by .50.

Package Modification Factor (Step 3) –  
Multiply the rate determined above times the Package Modification Factor.

## **TRANSPORTATION COVERAGE**

Transit forms provide coverage for the insured's property while the property is being shipped. Coverage includes shipments from the insured and to the insured.

### **COVERAGE FORMS**

There are three transit forms:

**1. Owner's Cargo.** The owner's form covers all cargo shipments during the policy term (usually annual) that are shipped on vehicles owned or leased and operated by the insured. Owner's Cargo Coverage form IM 7251 provides coverage for risks of direct physical loss unless the loss is limited or caused by a peril that is excluded. It may be amended to provide named perils coverage by adding Named Perils Endorsement IM 7263. Refer to the form for details of coverage.

The Owner's Cargo Declarations should include scheduled limits for:

- a. Any one owned vehicle;
- b. Each terminal location; and
- c. Any one catastrophe.

We will need the location of the terminal if this coverage is needed.

#### **Deductible**

The minimum deductible is \$500. A deductible buyback of \$250 is available.

#### **Rating**

This form is judgment-rated based on individual risk characteristics. All rating must be referred to the Company.

**2. Transportation.** The transportation form covers all cargo shipments during the policy term (usually annual) that use one or more of the following modes of transportation:

- a. Aircraft;
- b. Owned Vehicle;
- c. Carrier for hire (common or contract carrier); and
- d. Railroad.

Coverage may be provided for property at a terminal while it is in the due course of transit. If coverage is needed, we will need the limit at each terminal and the location of each terminal. The form does not provide coverage for a risk that operates as a trucker (someone whose business is hauling property of others). We do not insure truckers, as well.

Transportation Coverage form IM 7250 provides coverage for risks of direct physical loss unless the loss is limited or caused by a peril that is excluded. Refer to the form for details of coverage.

#### **Deductible**

The minimum deductible is \$500. A deductible buyback of \$250 is available.

#### **Rating**

This form is judgment-rated based on the mode of transportation, annual volume of shipments and loss experience. All rating must be referred to the Company.

**3. Trip Transit.** The trip transit form covers a specifically scheduled shipment via carriers for hire or via the insured's vehicles.

Trip Transit Coverage form IM 7252 provides coverage for risks of direct physical loss unless the loss is limited or caused by a peril that is excluded. Refer to the form for details of coverage.

The Trip Transit Declarations should include:

- a. A description of the shipment;
- b. The dates during which the items will be shipped; and
- c. The limit of coverage.

**Deductible**

The minimum deductible is \$500. A deductible buyback of \$250 is available.

**Rating**

This form is judgment-rated based on individual risk characteristics of the shipment. All rating must be referred to the Company.