

The following changes are made to Dwelling Property 1 – Basic Form:

DEDUCTIBLE

The Deductible Provision is replaced by the following:

We cover only that part of any loss in excess of the deductible percentage (1%, 2%, 3%, 5%, 7.5% or 10%) shown in the Declarations. However, the deductible amount shall not be less than \$500.

The deductible amount will be applied separately to:

- (1) Each dwelling;
- (2) Each Other Structure;
- (3) Personal property in each dwelling or other structure; and
- (4) Personal property in the open.

COVERAGES

D. COVERAGE D – FAIR RENTAL VALUE is deleted.

E. OTHER COVERAGES

5. RENTAL VALUE is deleted, unless specifically requested and an additional premium paid.

PERILS INSURED AGAINST

Item **1.A.** through **9.** are deleted. The following is substituted:

1. WINDSTORM OR HAIL

This peril does not include loss:

- a. caused by (1) frost or cold weather, or (2) ice (other than hail), snow or sleet, whether driven by wind or not;
- b. to the interior of a building or the property contained in a building caused by rain, snow, sleet, sand or dust unless the direct force of wind or hail damages the building causing an opening in a roof or wall and the rain, snow, sleet, sand or dust enters through this opening;
- c. to the interior of a building or the property contained in a building caused by water from sprinkler equipment or other piping, unless the equipment or piping is first damaged as a direct result of wind or hail;
- d. to any structure, other than a building, including the supports and screens, with a roof-like covering of cloth, metal, fiberglass or plastic, whether or not the structure is attached to a building;
- e. to fences;
- f. to seaway property line and similar walls;
- g. to greenhouses, hothouses, slat houses, trellises, pergolas, cabanas and outdoor equipment used to service the residence premises;
- h. to wharfs, docks, piers, boathouses, bulkheads, or other structures located over or partially over water and property therein or thereon;
- i. to windmills, wind pumps or their towers;
- j. to paint or waterproofing material applied to the exterior of any building or structure when damage is caused in any manner by windstorm;

k. to the following property when outside of the building:

- (1)** awnings, signs or television or radio antennas, aerials, including lead-in wiring, masts or towers;
- (2)** rowboats and canoes; or
- (3)** lawns, trees, shrubs, or plants

GENERAL EXCLUSIONS

2. EARTH MOVEMENT

The last paragraph is deleted and substituted by the following:
caused by or resulting from human or animal forces or any act of nature.

3. WATER DAMAGE

The following sentence is deleted:

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

9. GOVERNMENTAL ACTION

The last paragraph is deleted.

CONDITIONS

D. DUTIES AFTER LOSS

Paragraph **6.g.** is deleted.

E. LOSS SETTLEMENT

The following paragraph is added:

Our Limit of Liability for losses to Plate, Stained, Leaded or Cathedral Glass is the Limit of Liability shown in the Declarations multiplied by the ratio that the value of the damaged glass bears to the total value of the building.

I. OTHER INSURANCE AND SERVICE AGREEMENT paragraph **1.** is deleted and the following is substituted:

- 1.** If property covered by this policy is also covered by other insurance, we will pay only the proportion of a loss caused by windstorm or hail insured against under this policy that the limit of liability applying under this policy bears to the total amount of insurance covering the property.

O. MORTGAGE CLAUSE

Paragraph **3.** is deleted and the following is substituted:

- 3.** If we decide to cancel or not to renew this policy, the mortgagee will be notified at least 30 days before the date cancellation or nonrenewal takes effect. If the policy has been in effect for less than 60 days or is cancelled for nonpayment of premium, the mortgagee will be notified at least 10 days before the date cancellation takes effect.

Q. CANCELLATION

Paragraphs **1., 2., 2.a., 2.b., 2.c.,** and **4.** are deleted and the following is substituted:

- 1.** You may cancel this policy at any time by returning it to us or by letting us know in writing of the date cancellation is to take effect, subject to the following:
 - a.** If only your interest is affected, the effective date of cancellation will be the later of the following:
 - (1)** The date we receive your notice of cancellation; or
 - (2)** The date specified in the notice.

However, upon our receipt of your notice of cancellation, we may waive the requirement that the notice state the future effective date of cancellation, as provided in either **1.a.(1)** or **1.a.(2)** above, by confirming to you in writing the date and time of cancellation.

- b.** If by statute, regulation or contract, this policy may not be cancelled unless notice is given to a governmental agency, mortgagee or other third party, we will mail or deliver at least 10 days' notice to you and the third party as soon as practicable after receiving your request for cancellation.

Our notice will state the effective date of cancellation, which will be the later of the following:

- (1)** 10 days from the date of mailing or delivering our notice; or
- (2)** The effective date of cancellation stated in your notice to us.

- 2.** We may cancel this policy only for the reasons stated below by letting you know in writing of the date cancellation takes effect. This cancellation notice may be delivered to you, or mailed to you at your last known mailing address.

A receipt provided by, or such other evidence of mailing as prescribed or accepted by, the U. S. Postal Service will be sufficient proof of notice.

- a.** When you have not paid the premium, whether payable to us or to your agent, we may cancel at any time by letting you know at least 10 days before the date cancellation takes effect.
- b.** When this policy has been in effect for 60 days or less and is not a renewal with us, we may cancel for any reason by letting you know at least 10 days before the cancellation effective date takes effect.
- c.** When this policy has been in effect for more than 60 days, or at any time if it is a renewal with us, we may cancel only for one or more of the following reasons:
 - (1)** Upon discovery of fraud, concealment of a material fact, or material misrepresentation made by, or with the knowledge of, any person insured under this policy in obtaining this policy, continuing the policy or presenting a claim under this policy;
 - (2)** Upon the occurrence of a change in the risk which substantially increases any hazard insured against; or
 - (3)** Upon the violation, by you or any person insured under this policy, of any of the material terms or conditions of this policy.

This can be done by letting you know at least 30 days before the date cancellation takes effect.

- 4.** If the return premium is not refunded with the notice of cancellation or when this policy is returned to us, we will refund it no later than the date cancellation takes effect.

R. NON-RENEWAL is deleted and the following substituted:

We may elect not to renew this policy. We may do so by delivery to you, or mailing to you at your last known mailing address, and to any lienholder named in the policy, written notice together with our reasons for nonrenewal at least 30 days before the expiration date of this policy. A receipt provided by, or such other evidence of mailing as prescribed or accepted by the U. S. Postal Service shall be sufficient proof of notice.

W. NUCLEAR HAZARD CLAUSE

Paragraph **3.** deleted and the following substituted:

- 3.** This policy does not apply to loss caused directly or indirectly by nuclear hazard.

The following Condition is added:

AA. OUR RIGHT TO RECOMPUTE PREMIUM

We establish the premium for this policy based on the statements you made in the application for insurance. We have the right to recompute the premium if we later obtain information which affects the premium we charged.

All other provisions of this policy apply.