



## OPTIONAL DWELLING REPLACEMENT COST ADDENDUM FOR PROPERTIES MORE THAN 25 YEARS OLD

This ADDENDUM must be attached to any request made by the insured when requesting Dwelling Replacement Cost coverage for any Dwelling more than 25 years old.

### CONDITIONS

1. Dwellings or other buildings that were constructed more than 25 years ago are NOT ELIGIBLE for this coverage unless the roof has been replaced in the last 25 years. NOTE: Mobile homes are not eligible for Dwelling Replacement Cost Coverage.
2. The building(s) should be insured to at least 100% of full replacement cost. The Limit of Liability is the maximum we pay in the event of loss.
3. Inflation Guard coverage is mandatory on all policies with Dwelling Replacement Cost coverage, unless the combined limits of liability total \$1,500,000.

**NOTICE TO INSURED:** The FAIR Plan does not estimate the cost to rebuild your home, or the cost of labor and materials in your, (or any other) area, or determine the appropriateness of the coverage you select. Instead, those are your responsibilities.

### THE FOLLOWING INFORMATION MUST BE PROVIDED FOR DWELLINGS MORE THAN 25 YEARS OLD

YEAR BUILT: \_\_\_\_\_ YEAR ROOF REPLACED: \_\_\_\_\_

Insured's Signature: \_\_\_\_\_ Date: \_\_\_\_\_

### Description of Dwelling Replacement Cost Coverage

In the event of any covered loss, we will pay the cost to reconstruct or replace the part of the building damaged, after application of the deductible and without depreciation, but no more than is actually spent to reconstruct or replace the damaged part of the building.

Dwelling Replacement cost coverage applies to buildings only.

**Buildings must be insured to at least 80% of their replacement cost in order for this coverage to apply.**

For more information and a complete coverage description, please refer to the dwelling policy form (CFP 00 01) that can be found on the FAIR Plan web site at [www.cfpnet.com](http://www.cfpnet.com).

## Other Commonly Requested Dwelling Policy Coverages

Following is a partial list of other commonly requested coverages for the Dwelling policy. A complete list including a description of the specific coverages and underwriting requirements can be found on the FAIR Plan web site at [www.cfpnet.com](http://www.cfpnet.com). These optional coverages can be requested online (for registered brokers) or by submitting a request via email, fax, or mail.

- **Inflation Guard** – Inflation Guard increases the Limit of Liability for Coverage A – Dwelling and, if present, Ordinance or Law Coverage, at each renewal by a percentage determined by a third party vendor to reflect the inflationary changes in the cost of construction. There is no cost for this coverage, but any increase in the amount of the Coverage A – Dwelling limit of liability or Ordinance or Law Coverage limit of liability will result in an increased premium. If it is determined that construction costs have not increased (or have decreased), there will be no change in the policy limits. The FAIR Plan does not guarantee the sufficiency or accuracy of any percentage increase applied, or of any coverage limits. Inflation Guard coverage is mandatory for policies with Dwelling Replacement Cost coverage unless the combined limits of liability total \$1,500,000.
- **Other Structures (Detached garages, Pools, Statues, Walkways, etc.)** – The standard policy provides that up to 10% limit of the dwelling limit can be used for Other Structures (and, if used, is deducted from the dwelling amount). Additional coverage can be purchased in any amount requested.
- **Personal Property Replacement Cost** – Pays for the full cost or repair or replacement (subject to certain limitations) of damaged or destroyed personal property without deduction for depreciation up to the policy's limit of Liability for Personal Property.
- **Fair Rental Value** – The standard policy provides that up to 10% limit of the dwelling limit can be used for Fair Rental Value (and, if used, is deducted from the dwelling amount). Additional coverage can be purchased up to 20% of the Dwelling coverage amount.
- **Ordinance or Law** – Provides coverage for increased cost of repair or re-construction due to changes in local building codes. Coverage can be purchased in any amount up to 10% of the Dwelling coverage amount.
- **Debris Removal** – The standard policy will pay the reasonable expenses for removal of debris of covered property damaged by a loss we cover. Use of this option reduces the amount of coverage available for the Dwelling (and Other Structures and Personal Property, if applicable) for the same loss. Specific Debris Removal coverage can be purchased in any amount up to 5% of the Dwelling (and Other Structures and Personal Property, if applicable) limit of liability.
- **Plants, Shrubs, and Trees** – Plants, shrubs, and trees are specifically excluded under the basic policy. Coverage can be added in any amount. The coverage limits the amount of coverage available to \$250.00 for any one plant, shrub, or tree.
- **Fences/Walls/Awnings/Outdoor Radio and TV Equipment** – Coverage for these items can be covered in any amount requested.