

**THIS ENDORSEMENT CHANGES THE POLICY. PLEASE READ IT CAREFULLY.**

## **REPORTING CONDITIONS – COVERED PROPERTY VALUES**

This endorsement modifies insurance provided under the following:

### **CONTRACTORS' EQUIPMENT COVERAGE FORM**

The following is added to section **XIII.**, Conditions:

#### **Reporting Conditions**

##### **1. Reports**

- a. "You" will submit "your" initial report to "us" by the inception of this policy.
- b. Within 30 days after the end of each reporting period indicated on the Declarations, "you" will submit to "us" an additional report. "You" will report to "us" the value of all covered property described on the Covered Property Schedule.  
"Your" report will consist of a schedule or list of all described covered property and the schedule or list will contain:
  - (1) A description of each piece of covered property; and
  - (2) The value of each piece of covered property.
- c. If there is a loss, "we" may request a report of "your" values of all covered property for one month prior to the loss.
- d. "We" may request a report of the covered property values as they relate to this policy at any time during the policy period and up to three years afterward.

##### **2. Cancellation**

If "your" coverage is cancelled, "you" will report the total value of all described covered property up to and including the date of cancellation and pay any additional premium due.

##### **3. Premium Computation and Adjustment**

- a. The value of each piece of reported covered property will be added together to determine the aggregate value for each report.  
The aggregate value from each report will be added together and divided by the number of reports that were submitted to determine an average aggregate value.  
The premium will be adjusted at the end of the policy period. The computed premium will be determined by multiplying the average aggregate value by the rate indicated on the Declarations.
- b. "We" will compare the total computed premium to the deposit premium. If it is more than the deposit premium, "you" will pay "us" the difference. If it is less than the deposit premium, "we" will pay "you" the difference subject to the minimum premium indicated on the Declarations.

##### **4. Provisions that Affect How Much We Pay**

The following provisions apply to reports that are submitted and may affect How Much We Pay:

###### **a. Failure to Submit Reports**

If "you" have failed to submit the required reports or no report has been submitted, the most "we" will pay is 70% of the "limit".

###### **b. Reported Values are Less than the Full Value**

If "your" last report before a loss shows less than the actual value of the described covered property "we" will only pay a part of the loss. "We" will not pay a greater portion of the loss, prior to the application of the deductible, than the value "you" reported divided by the actual value of the covered property during the reporting period.

- c. "We" will not pay more than the applicable "limit" regardless of any reported value used in computing the premium.

All other terms and conditions of this policy remain unchanged.