

**Massachusetts Property Insurance Underwriting Association
Two Center Plaza, Boston, MA 02108-1904
800-392-6108 617-723-3800**

HOMEOWNER POLICYHOLDER NOTICE

WINDSTORM OR HAIL PERCENTAGE DEDUCTIBLES

NO COVERAGE IS PROVIDED BY THIS POLICYHOLDER NOTICE NOR CAN IT BE CONSTRUED TO REPLACE ANY PROVISION OF YOUR POLICY. YOU SHOULD READ YOUR POLICY AND REVIEW YOUR DECLARATION PAGE FOR COMPLETE INFORMATION ON THE COVERAGES YOU ARE PROVIDED. IF THERE IS ANY CONFLICT BETWEEN THE POLICY AND THIS SUMMARY, THE PROVISIONS OF THE POLICY SHALL PREVAIL.

The total of all loss payable under Section I of this policy is subject to a special higher deductible when windstorm or hail directly or indirectly causes damage to property.

You have received a premium credit for this higher windstorm or hail deductible. For this credit, you will be responsible for the portion of any windstorm or hail loss, which is less than or equal to your windstorm or hail deductible.

The actual dollar amount of the windstorm or hail deductible as well as the windstorm or hail deductible as a percentage of the Coverage A limit can be found in the DEDUCTIBLE section of your Policy Declarations. The actual dollar amount of the windstorm deductible is determined by multiplying the percentage deductible amount by the Coverage A limit as indicated on your Policy Declarations. If your Coverage A limit changes for any reason, whether by MPIUA's action or at your request, this windstorm or hail deductible amount will also change. The windstorm or hail deductible amount is subtracted from the total of the loss caused by windstorm or hail.

Example 1:

Assume the percentage amount is 2% and a Coverage A limit of liability of \$200,000. You would be responsible for the first \$4,000 of all loss payable under Section I of your policy, caused directly or indirectly by windstorm or hail (2% of \$200,000 is equal to \$4,000).

This deductible is then applied to the total of the loss for all Section I Property Coverages.

Loss due to windstorm or hail

\$21,250	dwelling building (Coverage A)
1,585	detached garage (Coverage B)
775	personal property (Coverage C)
1,800	additional living expenses (Coverage D)
185	cut up and remove fallen tree that damaged covered property
+ 425	temporary repairs to hole in roof and to board-up openings caused by broken windows
\$26,020	Total Loss
- 4,000	deductible
<u>\$22,020</u>	amount we will pay for the loss

Example 2:

Assume the percentage amount is 2% and a Coverage A limit of liability of \$200,000. You would be responsible for the first \$4,000 of any loss, caused directly or indirectly by windstorm or hail, to property coverage under Section I of your policy. (2% of \$200,000 is equal to \$4,000).

This deductible is then applied to the total of the loss for all Section I Property Coverages.

Loss due to windstorm or hail

1,200 detached garage (Coverage B)

300 personal property (Coverage C)

\$1,500 Total Loss

- 4,000 Deductible

- No payment will be paid for the loss since deductible amount exceeds the loss total.

THERE MAY BE OTHER FIXED OR PERCENTAGE DEDUCTIBLE OPTIONS AVAILABLE TO YOU. CONTACT YOUR AGENT OR MASSACHUSETTS PROPERTY INSURANCE UNDERWRITING ASSOCIATION FOR MORE INFORMATION REGARDING THESE OPTIONS.

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