

THIS ENDORSEMENT CHANGES THE POLICY. PLEASE READ IT CAREFULLY.

## REPLACEMENT COST LOSS SETTLEMENT FOR CERTAIN NON-BUILDING STRUCTURES ON THE RESIDENCE PREMISES

### SECTION I – CONDITIONS

With respect to structures that are covered by this endorsement, **Section I – Condition C. Loss Settlement** is deleted and replaced by the following:

#### C. Loss Settlement

1. Covered losses to the following structures located on the "residence premises" are subject to the replacement cost loss settlement conditions described in **2.** below:
  - a. Reinforced-masonry walls;
  - b. Metal or fiberglass fences;
  - c. Fences made of plastic/resin materials such as polyvinylchloride;
  - d. Patios, walks (not made of wood or wood products); and
  - e. Driveways.
2. The terms "cost to repair or replace" and "replacement cost" do not include the increased costs incurred to comply with the enforcement of any ordinance or law, except to the extent that coverage for these increased costs is provided in **E.11. Ordinance Or Law** under Section I – Property Coverages.
  - a. We will pay the cost to repair or replace a structure described in **1.** above after application of the deductible and without deduction for depreciation. However, we will not pay more than the least of the following amounts:

- (1) The limit of liability under the policy that applies to Coverage **B**, or if the structure is specifically insured under this policy, the amount for which that structure is insured;
  - (2) The replacement cost of that part of the structure damaged with material of like kind and quality and for like use; or
  - (3) The necessary amount actually spent to repair or replace the damaged structure.
- b. When the repair or replacement cost for the entire loss under this endorsement is more than \$2,500, we will pay no more than the actual cash value for the loss until the actual repair or replacement is complete.
  - c. You may disregard Paragraphs **a.** and **b.** above and make a claim for loss on an actual cash value basis and then make claim for any additional liability in accordance with this endorsement, provided you notify us of your intent to do so within 180 days after the date of loss.

All other provisions of this policy apply.