MECHANICAL, ELECTRICAL OR PRESSURE SYSTEMS BREAKDOWN
(For Use with Homeowners Policies)

Refer to Supplemental Declarations if information is not shown on this form.
We provide coverage under this endorsement subject to the ***terms*** contained in the General Policy Provisions.

WHAT *WE* PAY FOR
For Mechanical, Electrical or Pressure Systems Breakdown ***we*** will pay an amount equal to 2% of the Coverage A limit or $25,000, whichever is less. It is subject to the Property Deductible shown on the Declarations, $250.00 minimum but not to exceed $500.00 per occurrence.

Policy No. _____.
Named ***Insured***: _____.

COVERED CAUSES OF LOSS
We pay for direct physical loss to covered property caused by covered causes of loss.

CONDITIONS APPLICABLE TO MECHANICAL, ELECTRICAL OR PRESSURE SYSTEMS BREAKDOWN
1. Any mechanical, electrical or pressure systems breakdown is covered only against loss from the causes of loss shown in the underlying property insurance afforded by ***your*** policy. This endorsement, and its extensions of coverage, is intended to follow and apply to only those applicable causes of loss shown in the property section of ***your*** policy.
2. The specific ***terms*** and conditions of this endorsement shall take precedence over any other conflicting ***terms*** and conditions stated in any other part of ***your*** policy.
3. The additional ***terms*** and conditions applicable to the coverage extensions shown below shall be in addition to all other ***terms*** and conditions of ***your*** policy.
4. Any specific amounts of insurance shown in this endorsement shall take precedence over any other amounts of insurance or limits of liability shown elsewhere in ***your*** policy.
5. Mechanical, electrical or pressure systems breakdown coverage does not extend beyond the insured premises.
6. Whenever mechanical, electrical or pressure covered property is found to be in, or exposed to, a dangerous condition, any of ***our*** representatives may immediately suspend the insurance against loss or damage to that covered property. This can be done by delivering or mailing a written notice of suspension to ***your*** last known address or the address where the covered property is located.

Once suspended, ***your*** insurance can be reinstated only by an endorsement to this policy for that equipment.
If ***we*** suspend ***your*** insurance, ***you*** will get a pro rata refund of premium. But, the suspension will be effective even if ***we*** have not yet made or offered a refund.

WHAT *WE* PAY FOR
Mechanical, electrical or pressure systems breakdown means direct damage to covered property as follows:
1. Mechanical breakdown, including rupture or bursting caused by centrifugal force;
2. Artificially generated electrical current, including electrical arcing, that disturbs electrical devices, appliances or wires;
3. Explosion of steam boilers, steam pipes, steam engines and steam turbines owned or leased by ***you***, or operated under ***your*** control;
4. Loss or damage to steam boilers, steam pipes, steam engines or steam turbines; or;
5. Loss or damage to hot water boilers or other water heating equipment.

WHAT *WE* DO NOT PAY FOR
As respects mechanical, electrical or pressure system breakdown coverage, the following properties are not covered under the ***terms*** of this endorsement.
1. insulating or refractory material;

2. underground vessels or pipes;
3. sewer pipes, pipes forming a part of a fire protective system or water pipes other than feed water pipes between any boiler and its feed pump or injector, boiler condensate return pipes or water pipes forming a part of refrigerating and air conditioning vessels and pipes used for cooling, dehumidifying or space heating purposes;
4. structure, foundation, cabinet or compartment containing the object;
5. power shovel, dragline, excavator, vehicle, aircraft, floating vessel or structure, penstock, draft tube, well casing;
6. conveyor, crane, elevator, escalator or hoist, but not excluding any electrical machine or electrical apparatus mounted on or used with this equipment;
7. felt, wire, screen, die, extrusion, plate, swing hammer, grinding disc, cutting blade, cable chain, belt, rope, clutch plate, brake pad, non-metallic part or any part or tool subject to frequent, periodic replacement;

EXTENSIONS OF COVERAGE

1. **Hazardous Substances Remediation:**
   We pay up to $2,500 for reasonable expenses ***you*** incur for clean up and disposal of pollutants generated by a covered mechanical, electrical or pressure systems breakdown and for repair or replacement of covered property which is damaged, contaminated, or polluted by a released substance declared by an authorized governmental agency to be hazardous to health. This incidental coverage does not increase the amount of insurance stated for the principal coverages.
2. **Consequential Losses:**
   We pay up to $2,500 for loss of perishable goods due to spoilage resulting from lack of power, light, heat, steam or refrigeration caused by a covered mechanical, electrical or pressure systems breakdown. The damaged personal property must be on or within 1,000 feet of the described premises and it must be property owned by ***you*** or property of others for which ***you*** are legally liable.
3. **Expediting Expenses:**
   With respect to damaged covered property, ***we*** pay the reasonable and necessary extra cost to make temporary repairs, expedite permanent repairs; or to expedite permanent replacement.
4. **Refrigerant Contamination:**
   We pay for loss to personal property contaminated by escaping refrigerant caused by a covered mechanical, electrical or pressure systems breakdown to refrigerating, cooling or humidity control equipment at the described premises. The most ***we*** pay is $2,500 in any single occurrence for loss or damage covered under this coverage extension.
5. **Environmental, Safety and Efficiency Improvements:**
   If property requires replacement due to a Mechanical, Electrical, or Pressure Systems Breakdown, ***we*** will pay ***your*** additional cost to replace with equipment that is better for the environment, safer or more efficient than the equipment being replaced.
   However, ***we*** will not pay more than 125% of what the cost would have been to repair or replace with like kind and quality. This extension does not increase any of the applicable limits. This extension does not apply to any property to which Actual Cash Value applies.

All other ***terms*** and conditions remain unchanged.