

# **ALLEGANY CO-OP INSURANCE COMPANY**

9 NORTH BRANCH ROAD, CUBA, NY, 14727

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## **NOTICE TO POLICYHOLDERS**

### **Homeowners' Policies (ML-3, ML-3T, ML-5, ML-5T)**

*Equipment failure due to mechanical or electrical breakdown is more common than loss by fire.*

Nearly every Allegany policyholder has equipment that needs to be covered for losses due to mechanical or electrical breakdown. The *Equipment Breakdown Coverage* endorsement provides this protection for over 1,000 types of equipment including heating equipment, electrical service, air conditioning systems, appliances, electronic and computer equipment, security systems, and much more.

Your Allegany Co-op Insurance Policy to which this notice applies will now automatically include Equipment Breakdown Coverage for a small premium charge. Providing this coverage on your Homeowners' Policy is cost effective compared to issuing a separate equipment breakdown policy, and Allegany is pleased to be able to pass along these dramatic savings to you.

The cost of Equipment Breakdown Coverage is determined by the Total Insured Value (TIV) on your policy. The TIV equals the sum of property coverages A, B, C, and D. If the TIV on your policy is \$500,000 or less, then the Equipment Breakdown Coverage cost will be \$25.00. If the TIV is more than \$500,000, but less than \$1,000,000, then the cost will be \$50.00. If the TIV is more than \$1,000,000, then the cost will be \$150.00

If you wish to remove Equipment Breakdown Coverage and the associated premium charge from your policy, please contact your Agent who is listed on your policy declaration to request this change.

**No coverage is provided by this notice, nor can this notice be construed to replace any provision of your policy. You should read your policy declaration page and policy forms for complete information on the coverage that is provided by your policy. If there is any conflict between the policy and this notice, the provisions of the policy shall prevail.**