

The Dwelling '02 forms

- ✓ A dwelling policy is **monoline property** insurance on a residence, owner-occupied or rented out, and on a dwelling under construction
Not eligible: farms, buildings of more than four units, and structures used principally for business. A mobile home qualifies if it is permanently affixed and endorsed.
- ✓ **DP-1 Basic:** hostile fire, lightning and internal explosion. Extended coverage and vandalism or malicious mischief are added by endorsement
A hostile fire burns where it was never meant to; a friendly fire stays where it belongs, and its damage is not covered.
- ✓ **DP-2 Broad:** the DP-1 perils, extended coverage, and the BIG AFFECT named perils — still named-peril throughout
- ✓ **DP-3 Special:** Coverage A and Coverage B are **open peril** — everything not excluded. **Coverage C stays named peril**
On an open-peril form you read the Exclusions: a peril not listed there is covered.

Extended coverage — WHARVVES

- ✓ Automatic on the DP-2 and DP-3, added to the DP-1 by endorsement:
 - Wind
 - Aircraft
 - Vehicles
 - Explosion
 - Hail
 - Riot or civil commotion
 - Volcanic eruption
 - Smoke
- ✓ This **explosion** need not be internal, unlike the DP-1 peril
- ✓ **Volcanic eruption** covers lava and ash but not shock waves or tremors. All volcanic activity within 72 hours is one event

DP-2 named perils — BIG AFFECT

- ✓ **Burglary** — damage done by burglars, never the theft itself
- ✓ **Ice, sleet or snow** — its weight damaging the building
- ✓ **Glass or safety glazing breakage**, with no per-pane limit
- ✓ **Accidental discharge or overflow of water or steam**
- ✓ **Falling objects** — not the object that fell, and not fences, awnings, outdoor equipment or antennas
- ✓ **Freezing of plumbing, heating, air conditioning, sprinklers or an appliance**
- ✓ **Electrical current, artificially generated** — not tubes or transistors
- ✓ **Collapse** — from a covered peril, hidden decay, hidden insect or vermin damage, the weight of contents or of rain on a roof, or defective materials
Settling, cracking, shrinking, bulging and expansion are not collapse.
- ✓ **Tearing asunder, cracking, burning or bulging of a heating, AC or sprinkler system**

What every dwelling form excludes

- ✓ **Ordinance or law** — the extra cost of rebuilding to a code that did not exist
- ✓ **Earth movement**, except direct loss by fire or explosion that follows it, and airborne shock waves
- ✓ **Water** in every form the exclusion names: flood, tidal surge, rapid run-off, mudslide, water backing up into the building, and seepage from below ground
- ✓ **Power interruption** occurring away from the insured location
- ✓ **Neglect** — the insured failing to save and preserve the property after a loss
- ✓ **Inherent vice** — a characteristic of the property itself that makes it spoil, break or disintegrate
- ✓ **War and nuclear hazard**
- ✓ **Intentional loss** by the insured or at the insured's direction
- ✓ **Mold and dry rot**, unless it results from a covered peril