

THIS ENDORSEMENT CHANGES THE POLICY. PLEASE READ IT CAREFULLY.

ADDITIONAL COVERAGE - HOMEOWNERS ASSOCIATION FEES RECEIVABLES

This endorsement modifies insurance provided under the following:
DIFFERENCE IN CONDITIONS COVERAGE FORM UND 1211

A. COVERAGE

The following is added to **A.2., Additional Coverages:**

d. Homeowners Association Fees Receivables

We will pay for homeowners association fees you have been unable, after reasonable effort, to collect from the unit owner whose unit must be rendered uninhabitable due to accidental direct physical loss or damage to Covered Property at the locations described in the Declarations caused by or resulting from a Covered Cause of Loss that first commences during the Policy Period. Homeowners association fees include all ordinary Homeowners Association (HOA) dues, but do not include surcharges for building reserves or any special assessments.

This coverage terminates at the earliest of:

- (1) When an individual unit becomes inhabitable;
- (2) You have been paid sums under the policy sufficient to begin repair or replacement of the buildings and choose not to do so; or
- (3) You have been paid the stated value for Homeowners Association Fees described in Section **E. SCHEDULE OF LOCATIONS AND VALUES** in the Declarations.

However, we will not pay for any increased period of restoration of Covered Property required due to the enforcement of any ordinance or law that:

- (1) Regulates the construction, use or repair, or requires the tearing down of any property, unless the Additional Coverage Ordinance Or Law endorsement is attached to and made part of this policy; or
- (2) Requires any insured or others to test for, monitor, clean up, remove, contain, treat, detoxify or neutralize, or in any way respond to, or assess the effects of "pollutants".

The most we will pay for this Additional Coverage Homeowners Association Fees Receivables in any one "loss occurrence" is the stated value for Homeowners Association Fees shown in Section **E. SCHEDULE OF LOCATIONS AND VALUES** in the Declarations or Statement of Values made part of this policy if the **SCHEDULE OF LOCATIONS AND VALUES** does not contain information on values. If there are no stated values shown for Homeowners Association Fees, the most we will pay for loss in any one "loss occurrence" for coverage provided under this Additional Coverage Homeowners Association Fees Receivables is \$5,000. Payments made for coverage provided under this paragraph **d.** are within the Limits of Insurance and will not serve to increase our Limits of Insurance shown in the Declarations. Coverage provided under this paragraph **d.** is subject to the deductible as described in Section **D. DEDUCTIBLES** in the Declarations.

B. ADDITIONAL CONDITIONS

Transfer of Rights of Recovery to Us:

If you recover any fees from unit owners for benefits that were paid in whole or in part under this endorsement, you will reimburse those fees to us immediately. You will cooperate with us in the effort to recover unpaid homeowners association fees. You will not waive your right to recover homeowners association fees receivable without our express permission. You agree that we are entitled to an accounting of any fees recovered and/or owed and to cooperate with us in the event we request an accounting.

Nothing contained in this endorsement will be held to vary, alter, waive or extend any of the terms, conditions, or limitations of the policy to which this endorsement is attached other than as stated above.

SPECIMEN