

REPLACEMENT COST DISCLOSURE

THIS DISCLOSURE IS REQUIRED BY CALIFORNIA LAW (SECTION 10102 OF THE INSURANCE CODE). IT DESCRIBES THE PRINCIPAL FORMS OF INSURANCE COVERAGE IN CALIFORNIA FOR RESIDENTIAL DWELLINGS. IT ALSO IDENTIFIES THE FORM OF DWELLING COVERAGE YOU HAVE PURCHASED OR SELECTED. THIS DISCLOSURE FORM CONTAINS ONLY A GENERAL DESCRIPTION OF COVERAGE AND IF NOT PART OF YOUR RESIDENTIAL PROPERTY INSURANCE POLICY. ONLY THE SPECIFIC PROVISIONS OF YOUR POLICY WILL DETERMINE WHETHER A PARTICULAR LOSS IS COVERED AND IF SO, THE AMOUNT PAYABLE. REGARDLESS OF WHICH TYPE OF COVERAGE YOUR PURCHASE, YOUR POLICY MAY EXCLUDE OR LIMIT CERTAIN RISKS.

READ YOUR POLICY CAREFULLY. IF YOU DO NOT UNDERSTAND ANY PART OF IT OR HAVE QUESTIONS ABOUT WHAT IT COVERS, CONTACT YOUR INSURANCE AGENCY OR COMPANY. YOU MAY ALSO CALL THE CALIFORNIA DEPARTMENT OF INSURANCE CONSUMER INFORMATION LINE AT 1-800-927-4357.

FORMS OF COVERAGE FOR DWELLINGS

<p>REPLACEMENT COST COVERAGE PAYS REPLACEMENT COSTS UP TO POLICY LIMITS.</p> <p>IN THE EVENT OF ANY COVERED LOSS TO YOUR HOME, THE INSURANCE COMPANY WILL PAY TO REPAIR OR REPLACE THE DAMAGED OR DESTROYED DWELLING WITH LIKE OR EQUIVALENT CONSTRUCTION UP TO THE POLICY'S LIMIT OF LIABILITY. SEE THE DECLARATIONS PAGE OF YOUR POLICY FOR THE LIMIT THAT APPLIES TO YOUR DWELLING. YOUR POLICY WILL SPECIFY WHETHER YOU MUST ACTUALLY REPAIR OR REPLACE THE DAMAGED OR DESTROYED DWELLING IN ORDER TO RECOVER REPLACEMENT COSTS. THE AMOUNT OF RECOVERY WILL BE REDUCED BY ANY DEDUCTIBLE YOU HAVE AGREED TO PAY. TO BE ELIGIBLE TO RECOVER REPLACEMENT COSTS, YOU MUST INSURE THE DWELLING TO 100% OF ITS REPLACEMENT COST AT THE TIME OF LOSS. READ YOUR DECLARATIONS PAGE TO DETERMINE WHETHER YOUR POLICY INCLUDES COVERAGE FOR BUILDING CODE UPGRADE.</p>	<p>APPLICABLE</p>
<p>BUILDING CODE UPGRADE – ORDINANCE AND LAW COBERAGE PAYS UP TO THE LIMITS SPECIFIED IN YOUR POLICY, ADDITIONAL COSTS REQUIRED TO BRING THE DWELLING “UP TO CODE.”</p> <p>IN THE EVENT OF ANY COVERED LOSS, THE INSURANCE COMPANY WILL PAY ANY ADDITIONAL COSTS, UP TO THE STATED LIMIT, OF REPAIRING OR REPLACING A DAMAGED OR DESTROYED DWELLING TO CONFORM WITH ANY BUILDING STANDARDS SUCH AS BULDING CODES OR ZONING LAWS REQUIRED BY GOVERNMENT AGENCIES AND IN EFFECT AT THTE TIME OF THE LOSS OR REBUILDING (SEE YOUR POLICY)</p>	<p>APPLICABLE</p>
<p>EXTENDED REPLACEMENT COST COVERAGE PAYS REPLACEMENT COSTS UP TO A SPECIFIED AMOUNT ABOVE THE POLICY LIMIT.</p> <p>IN THE EVENT OF ANY COVERED LOSS TO YOUR HOME, THE INSURANCE COMPANY WILL PAY TO REPAIR OR REPLACE THE DAMAGED OR DESTROYED DWELLING WITH LIKE OR EQUIVALENT CONSTRUCTION UP TO A SPECIFED PERCENTAGE OVER THE POLICY'S LIMIT OF LIABILITY. SEE THE DECLARATIONS PAGE OF YOUR POLICY FOR THE LIMITS THAT APPLIES TO YOUR DWELLING. YOUR POLICY WILL SPECIFY WHETHER YOU MUST ACTUALLY REPAIR OR REPLACE THE DAMAGED OR DESTROYED DWELLING IN ORDER TO RECOVER EXTENDED REPLACEMENT COSTS. THE AMOUNT OF RECOVERY WILL BE REDUCED BY ANY DEDUCTIBLE YOU HAVE AGREED TO PAY. TO BE ELIGIBLE TO RECOVER EXTENDED REPLACEMENT COST COVERAGE, YOU MUST INSURE THE DWELLING TO ITS FULL REPLACEMENT COST AT THE PERIODIC INCREASES IN THE AMOUNT OF COVERAGE TO ADJUST FOR INFLATION; YOU MUST PERMIT AN INSPECTION OF THE DWELLING BY THE INSURANCE COMPANY; AND YOU MUST NOTIFY THE INSURANCE COMPANY ABOUT ANY ALTERATIONS THAT INCREASE THE VALUE OF THE INSURANCE DWELLING BY A CERTAIN AMOUNT (SEE YOUR POLICY FOR THAT AMOUNT). YOUR POLICY WILL SPECIFY WHETHER OR NOT YOU MUST ACTUALLY REPAIR OR REPLACE THE DAMAGED OR DESTROYED DWELLING IN ORDER TO RECOVER EXTENDED REPLACEMENT COST. READ YOUR DECLARATIONS PAGE TO DETERMINE WHETHER YOUR POLICY INCLUDES COVERAGE FOR BUILDING UPGRADE.</p>	<p>NOT APPLICABLE</p>

I HAVE READ AND UNDERSTAND THIS DISCLOSURE

NAME INSURED

DATE