

INCREASED COST -- ORDINANCE OR LAW

(Entries required to complete the Schedule will be shown below or on the "declarations".)

Schedule

The Increased Cost -- Ordinance Or Law percentage is ____%

This policy is amended to include the following "terms". All other "terms" of the policy apply, except as amended by this endorsement.

PROPERTY COVERAGES

1. The following is added under Incidental Coverages:

Increased Cost -- Ordinance Or Law

- a. If loss to a covered building or structure is caused by a peril insured against and "you" elect to repair or replace the damage, "we" pay for the increased cost that "you" incur due to the enforcement of a code, an ordinance, or a law that regulates or requires:
 - 1) the construction, demolition, remodeling, renovation, or repair of the damaged part of such building or structure;
 - 2) the demolition and reconstruction of the undamaged part of such building or structure if the building or structure must be totally demolished because of such loss; or
 - 3) the remodeling, removal, or replacement of that portion of the undamaged part of such building or structure necessary to complete the remodeling, repair, or replacement of the damaged part of the building or structure.

- b. "You" may use all or part of this Increased Cost -- Ordinance Or Law coverage to cover the increased cost "you" incur to remove debris resulting from the construction, demolition, remodeling, renovation, repair, or replacement of property as set forth in a. above.

This does not increase the "limit" that applies to this incidental coverage.

- c. However, "we" do not pay for:
 - 1) any loss in value of property that results from the enforcement of a code, an ordinance, or a law; or
 - 2) any loss, cost, or expense that results from the enforcement of a code, an ordinance, or a law requiring that "you" or others test for, monitor, clean up, remove, contain, treat, detoxify, neutralize, or in any way respond to or assess the effects of any "pollutant".
- d. The most "we" pay for the total of all cost described in a. and b. above at a "described location" to which this Incidental Coverage for Increased Cost - - Ordinance Or Law applies is the "limit" that applies at such "described location", as determined in d.1), d.2), or d.3) below.
 - 1) If a "described location" is:
 - a) owned by "you"; and
 - b) insured for Coverage A;

the "limit" that applies to this Incidental Coverage for Increased Cost -- Ordinance Or Law at such "described location" is determined by multiplying the "limit" that applies to Coverage A by the Increased Cost -- Ordinance Or Law percentage shown in the Schedule above.

- 2) If a "described location" is:
- a) owned by "you"; and
 - b) not insured for Coverage A;

the "limit" that applies to this Incidental Coverage for Increased Cost -- Ordinance Or Law at such "described location" is determined by multiplying the "limit" that applies to Coverage B by the Increased Cost -- Ordinance Or Law percentage shown in the Schedule.

- 3) If "you" are a tenant of, and do not own, a "described location":
- a) the "limit" that applies to this Incidental Coverage for Increased Cost -- Ordinance Or Law at such "described location" is determined by multiplying the "limit" that applies to the Incidental Coverage for Tenant's Improvements by the Increased Cost -- Ordinance Or Law percentage shown in the Schedule; and
 - b) for purposes of this Incidental Coverage for Increased Cost -- Ordinance Or Law, the words:

- (1) building; and
- (2) structure;

mean property at such "described location" that is covered under the Incidental Coverage for Tenant's Improvements.

2. If this policy includes form DP 0001 or DP 0002, with respect to the coverage

provided by this endorsement, under General Exclusions, item i., Ordinance Or Law, item 1) is deleted.

3. If this policy includes form DP 0003, with respect to the coverage provided by this endorsement, under General Exclusions, item 1.i., Ordinance Or Law, item 1) is deleted.

HOW MUCH WE PAY FOR LOSS

The following amendments apply with respect to the coverage provided by this endorsement:

1. Under item 3., Loss To A Pair Or Set, the last paragraph in item b. is deleted.
2. Under item 4., Loss To Parts, the last paragraph in item b. is deleted.
3. If this policy includes form DP 0001, under item 5., Loss Settlement Terms, item b. is deleted and replaced by the following:
 - b. In the Actual Cash Value Terms, cost to repair or replace does not include any increased cost that results from the enforcement of a code, an ordinance, or a law, except to the extent that coverage for such increased cost is provided under the Incidental Coverage for Increased Cost -- Ordinance Or Law.
4. If this policy includes form DP 0002 or DP 0003, under item 5., Loss Settlement Terms, item b. is deleted and replaced by the following:
 - b. In the Replacement Cost Terms and the Actual Cash Value Terms, replacement cost and cost to repair or replace do not include any increased cost that results from the enforcement of a code, an ordinance, or a law, except to the extent that coverage for such increased cost is provided under the Incidental Coverage for Increased Cost -- Ordinance Or Law.