

NEW YORK WINDSTORM DEDUCTIBLE DISCLOSURE NOTICE

THIS DISCLOSURE NOTICE DOES NOT PROVIDE COVERAGE NOR DOES THIS NOTICE REPLACE ANY PROVISIONS OF YOUR POLICY. YOU SHOULD READ YOUR POLICY AND REVIEW YOUR DECLARATIONS PAGE FOR COMPLETE INFORMATION ON THE COVERAGES YOU ARE PROVIDED. IF THERE IS ANY CONFLICT BETWEEN THE POLICY AND THIS NOTICE, THE PROVISIONS OF THE POLICY WILL PREVAIL.

Your policy insures against the peril of WINDSTORM. When covered property is damaged or destroyed by windstorm, a windstorm deductible will apply. This notice briefly outlines below the key points associated with the windstorm deductible.

ABOUT THE WINDSTORM DEDUCTIBLE

Your policy contains a basic deductible that applies to all causes of loss except windstorm. **The windstorm deductible applies ONLY to windstorm loss that occurs within a period of 12 hours before or 12 hours after the storm which caused the loss makes landfall anywhere in New York State as a declared Category 2, 3, 4 or 5 hurricane as determined by the National Weather Service, or makes landfall outside of New York State, but which is determined by the National Weather Service to provide Category 2 or higher force winds in the area within New York State in which the losses occur. Because you are responsible for the portion of the loss up to the deductible amount, the premium you would have otherwise paid has been reduced. The deductible amounts for both the windstorm deductible and the basic deductible are shown on the Declarations Page included with this policy.**

The windstorm loss includes damage to property caused directly by rain, snow, sleet, hail, sand or dust if direct force of the windstorm first damages the building causing an opening through which the above enters and causes damage.

It is your option to have the Windstorm Deductible applied on a percentage or a fixed dollar basis. If the windstorm deductible amount is in the form of a percentage, you can compute the actual dollar amount by multiplying the Coverage A dwelling amount shown on the Declarations Page by the percentage amount. The windstorm percentage deductible will apply in the aggregate to total losses under Coverages A- Dwelling, B- Other Structures and Personal Property as well as any other applicable coverages at time of loss, EXCEPT Coverage D- Loss of Use. The windstorm percentage deductible does NOT apply to Coverage D- Loss of Use. See the windstorm deductible examples below.

Percentage Windstorm Deductibles percent amounts of 1%, 2%, 3% or 5% of Coverage A are available.

NOTE:

If your dwelling amount is increased, then the dollar amount that corresponds to the percentage standard windstorm deductible will also increase.

Please see the following examples of how a windstorm deductible would apply to a covered loss.

How the Windstorm Deductible Applies

A. Percentage Deductible

- Deductible Amount - 2% of dwelling amount shown on Declarations Page (A 2% deductible on a dwelling amount of \$750,000 is equal to \$15,000)
 - The total damage to the Insured Residence is \$36,000.
 - After subtracting the \$15,000 deductible, we would pay you: \$21,000.

Here’s a graphic depiction of what we just described:

Coverage	Coverage Amount	Amount of Loss	
		Before Deductible	After Deductible
Dwelling	\$ 750,000	\$ 18,500	(15,000) applies to all
Other Structures	\$ 75,000	\$ 5,500	
Personal Property	\$ 375,000	\$ <u>12,000</u>	
TOTAL		\$ 36,000	\$ 21,000

- Deductible Amount - 2% of dwelling amount shown on Declarations Page (A 2% deductible on a dwelling amount of \$750,000 is equal to \$15,000)
 - The total damage to the Insured Residence is \$12,500.
 - After subtracting the \$15,000 deductible, there would be no payment to you.

Here’s a graphic depiction of what we just described:

Coverage	Coverage Amount	Amount of Loss	
		Before Deductible	After Deductible
Dwelling	\$ 750,000	\$ 10,000	(15,000) applies to all
Other Structures	\$ 75,000	\$ -	
Personal Property	\$ 375,000	\$ <u>2,500</u>	
TOTAL		\$ 12,500	\$ 0.00

B. Fixed Dollar Deductible

- Deductible Amount - \$10,000 as shown on Declarations Page
 - The total damage to the Insured Residence is \$36,000.
 - After subtracting the \$10,000 deductible, we would pay you: \$26,000.

Here’s a graphic depiction of what we just described:

Coverage	Coverage Amount	Amount of Loss	
		Before Deductible	After Deductible
Dwelling	\$ 750,000	\$ 18,500	(\$10,000) applies to all
Other Structures	\$ 75,000	\$ 5,500	
Personal Property	\$ 375,000	\$ 12,000	
TOTAL		\$ 36,000	\$ 26,000

- Deductible Amount - \$10,000 as shown on Declarations Page
 - The total damage to the Insured Residence is \$9,500.
 - After subtracting the \$10,000 deductible, there would be no payment to you.

Here’s a graphic depiction of what we just described:

Coverage	Coverage Amount	Amount of Loss	
		Before Deductible	After Deductible
Dwelling	\$ 750,000	\$ 7,000	(\$10,000) applies to all
Other Structures	\$ 75,000	\$ -	
Personal Property	\$ 375,000	\$ 2,500	
TOTAL		\$ 9,500	\$0.00

NOTE:

Your policy does not insure against such water damage as flood, surface water, waves, tidal water, or overflow of a body of water. If you are interested in protection against flood, call your agent or broker to see if your property is eligible for a flood insurance policy.