



Insuring Additions and Alterations

What is Additions and Alterations Coverage?

Additions and alterations are improvements that are built into condominiums and cooperatives. Examples may include floor coverings, cabinets, bookcases, wall coverings, kitchen appliances, light fixtures, fireplaces, custom window treatments, bathroom fixtures, interior doors and moldings. If they are not covered, there might be a need for out-of-pocket expenditures to replace them in the event of a loss.

Isn't this covered under my condominium's or building association's insurance?

Most likely not. In many cases, the insurance provided on the building by its association only replaces damage to the structure. Any improvements made to the interior of the individual units within the building are often not covered by the association's insurance policy.

Check your association's policy to determine exactly what coverage it provides.

How much coverage do I need?

Most insurance policies include extra coverage for additions and alterations equal to up to 10% of your contents coverage. For example, in a typical policy, if you were insuring \$250,000 worth of contents, you would have \$25,000 worth of additions and alter-

ations coverage. However, often this is not enough to replace fine floor coverings or wall coverings, for example. If this is the case, you might consider purchasing additional coverage for your additions and alterations. To help you determine the appropriate amount of coverage needed to insure the improvements, Chubb can provide a complimentary appraisal service. Chubb appraisers inspect each room and create a detailed record of your improvements that helps determine their replacement cost.

Does my current insurance policy include any coverage for additions and alterations?

Some insurance policies lump contents and additions and alterations coverage under "blanketed" coverage. However, at the time of a loss, this could leave you vastly underinsured. With Chubb's appraisal service, we are able to assess the value of your additions and alterations and provide coverage that is separate from your contents coverage. In addition, in some states we offer replacement cost extension.

What is replacement cost extension coverage?

As long as your additions and alterations are insured to Chubb's appraised value, Chubb's coverage provides for the replacement of these improvements — even if the cost to do so is

greater than the amount of your coverage. Replacement cost extension provides up to 50% above the additions and alterations coverage limit if the improvements are restored. If you relocate and choose not to restore the improvements, we will pay up to the amount of coverage for additions and alterations. In addition, Chubb will pay up to the limit of the policy, even if you choose to rebuild elsewhere — or not at all. This is one more way that Chubb ensures the peace of mind you deserve.

About Chubb

For more than a century, innovative coverages and unparalleled service have been hallmarks of the member insurers of the Chubb Group of Insurance Companies. Known for swift and equitable handling of claims, Chubb insures some of the finest homes, automobiles, valuable articles, and yachts in the world.

Member insurers of the Chubb Group of Insurance Companies consistently receive the highest ratings available for financial strength from A.M. Best and for claim-paying ability from Moody's and Standard and Poor's, leading independent analysts of the insurance industry. These ratings are a positive reflection of Chubb's assets and stability, important criteria for purchasers of insurance.



You recently purchased a condo unit in a magnificent pre-war building and spent thousands renovating the interior to create your private sanctuary within the city. Upon returning from work one day, you discover that a water pipe in an interior wall has burst, sending cascades of water through your residence. Your new Berber carpet, fabric walls and custom cabinets are ruined. Do you have the proper insurance coverage to replace these items and restore your home to the same condition it was in before the pipe burst?

Additions and alterations insurance from Chubb is designed to provide you with the peace of mind of knowing that you have coverage for these improvements.

For promotional purposes, Chubb refers to member insurers of the Chubb Group of Insurance Companies underwriting coverage: Federal Insurance Company, Vigilant Insurance Company, Great Northern Insurance Company, Pacific Indemnity Company, Northwestern Pacific Indemnity Company, Chubb Insurance Company of New Jersey, Chubb Lloyd's Insurance Company of Texas, Texas Pacific Indemnity Company and Chubb National Insurance Company. Not all insurers do business in all jurisdictions.

This literature is descriptive only. The precise coverage afforded is subject to the terms, conditions and exclusions of the policies as issued.



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