

POLICYHOLDER DISCLOSURE

NOTICE OF TERRORISM INSURANCE COVERAGE

You are hereby notified that under the Terrorism Risk Insurance Act, as amended, you have a right to purchase insurance coverage for losses arising out of acts of terrorism, *as defined in Section 102(1) of the Act*. The term "act of terrorism" means any act that is certified by the Secretary of the Treasury, in consultation with the Secretary of Homeland Security and the Attorney General of the United States - to be an act of terrorism; to be a violent act or an act that is dangerous to human life, property, or infrastructure; to have resulted in damage within the United States, or outside the United States in the case of an air carrier or vessel or the premises of a United States mission; and to have been committed by an individual or individuals as part of an effort to coerce the civilian population of the United States or to influence the policy or affect the conduct of the United States Government by coercion.

If you accept this coverage, any terrorism exclusions for acts of terrorism, *as defined in the Act*, already contained in your policy or included in an endorsement are nullified.

If you accept this offer of coverage, you should know that coverage that may be provided by this policy for losses caused by certified acts of terrorism is partially reimbursed by the United States under a formula established by federal law. However, your policy may contain other exclusions which might affect your coverage, such as an exclusion for nuclear events. Under this formula, the United States Government generally reimburses 85% through 2015; 84% beginning on January 1, 2016; 83% beginning on January 1, 2017; 82% beginning on January 1, 2018; 81% beginning on January 1, 2019 and 80% beginning on January 1, 2020 of covered terrorism losses exceeding the statutorily established deductible paid by the insurance company providing the coverage. The premium charged for this coverage is provided below and does not include any charges for the portion of loss covered by the federal government under the Act.

You should also know that the Terrorism Risk Insurance Act, as amended, contains a \$100 billion cap that limits U.S. Government reimbursement as well as insurers' liability for losses resulting from certified acts of terrorism when the amount of such losses in any one calendar year exceeds \$100 billion. If the aggregate insured losses for all insurers exceed \$100 billion, your coverage may be reduced.

ACCEPTANCE OR REJECTION OF TERRORISM INSURANCE COVERAGE

You may accept or reject this offer of coverage. Your renewal policy does not include this coverage, but includes an exclusion for terrorism losses.

You may accept this coverage by signing and returning this notice to us by the date listed below. If you elect to accept this coverage, the premium is payable according to your billing notice.

The portion of your annual premium that is for the coverage for terrorism, as defined in this Act, if you accept this coverage is:
\$ 249.

<input type="checkbox"/>	I hereby elect to purchase terrorism coverage. Sign and return this form to us by <u>02/27/2019</u> .
--------------------------	--

Policyholder/Applicant's Signature

MARK SANNINO

Print Name

Date

AXIS INSURANCE COMPANY

Insurance Company

AXB9
Policy Number

AXIS INSURANCE COMPANY
411 S. STATE ST, SUITE 1A NEWTOWN, PA 18940

BUSINESSOWNERS POLICY DECLARATIONS

Policy Number
AXB9 2019 0

☒ **BASIC PLUS**
☐ **EXPANDED**

Renewal of Number: AXB9

1. Named Insured and Mailing Address

MARK SANNINO
150 SPRUCE STREET
PRINCETON, NJ 08540

PRODUCER - 173

JAMES C FRANCHINO AGENCY INC
132 COLUMBIA TPKE
FLORHAM PARK, NJ 07932
(973) 377-6100

2. Policy Term: 12:01 A.M. Standard Time From 01/28/2019 to 01/28/2020

3. You are a: INDIVIDUAL

4. Your Business/Operation: 6 UNIT APARTMENT BUILDING

IN RETURN FOR THE PAYMENT OF PREMIUM, AND SUBJECT TO ALL THE TERMS OF THIS POLICY, WE AGREE WITH YOU TO PROVIDE THE INSURANCE AS STATED IN THIS POLICY. THERE ARE EXCLUSIONS, CONDITIONS AND LIMITATIONS CONTAINED IN THE POLICY FORMS AND ENDORSEMENTS.

5. SCHEDULE OF PREMISES

Location	Building	Rating Territory	Construction	Occupancy	Rating Class
150 SPRUCE STREET PRINCETON, NJ 08540	1	MERCER	B	2	Basic: (0) Exp: 1

PART I - BUSINESS PROPERTY AND LOSS OF BUSINESS INCOME

LIMIT OF LIABILITY

COVERAGES

Location	Building	Limit	Coverages
1	1	\$1000	< Deductible - Coverages A and B

\$ 765,970

A. Building

\$ NIL

B. Business Personal Property

\$ 75,000

C. Loss of Business Income

2 Percent Annual Pro Rata Factor Coverage A

PART II - BUSINESS LIABILITY

LIMIT OF LIABILITY

COVERAGES

\$ 1,000,000

Each Occurrence Limit - Coverage E and F

\$ 5,000

Medical Payments (Cov. F) - Limit Per Person

\$ 2,000,000

General Aggregate/Total Limits - All Other Than Products / Completed Operations

\$ 1,000,000

General Aggregate/Total Limits - Products / Completed Operations

**THIS POLICY CONTAINS AGGREGATE LIMITS: REFER TO LIMITS OF INSURANCE SECTION
PART II A OF THE COVERAGE FORM FOR DETAILS.**

7. FORMS AND ENDORSEMENTS MADE PART OF THIS POLICY

Form Edition	Description
BU 01 43*(03/2014)	Data Breach Exclusion - Part II
BU 01 78*(09/2007)	Exterior Insulation & Finish System Exclusion
BU 01 81*(09/2007)	Sexual Abuse or Sexual Misconduct Exclusion
BU 01 90*(09/2007)	Lead/Lead Contamination and Asbestos Exclusion
BU 04 01*(12/2007)	Businessowners Policy
BU 04 03*(01/2007)	Declarations Supplement - New Jersey
BU 08 20*(08/2015)	Mandatory Endorsement - New Jersey
policy-form (01/2019)	AXIS Policy Cover Form
MCM 418*(01/2015)	Non-Certified Acts of Terrorism Exclusions - Parts I & II
SIBU-0003*(09/11)	Identity Recovery Coverage
SIPN-090*(01/16)	Notice to Policyholder - Boiler Inspections
SIIL-7000*(09/11)	Software Loss Exclusion - Part I
MCM 412 (01/2015)	Certified Acts of Terrorism Exclusions - Parts I and II
SIIL-7001 (09/11)	Equipment Breakdown Coverage Schedule
TPD12 (01/2015)	Notice Of Terrorism Insurance Coverage
BU 01 85 (09/2007)	Building Code/Law Coverage - Blanket Insurance Condition - Part I
BU 05 04 (01/2003)	Premises Limitation - Part II
BU 06 01 (07/2004)	Additional Insured - Part II
BU 10 02 (01/2003)	Protective Safeguards - Automatic Fire Alarm - Part I
SIBU-0002 (09/11)	Building Code/Law Coverage Modification
BU 5003	Water Damage Exclusion - Amended Coverage
BU 5010	Loss of Income
SIBU-0006 (09/11)	Equipment Breakdown Coverage

*** NJ Mandatory Forms**

\$	5,009	< Annual Premium
\$	30	< Surcharge NJ-PLIGA
\$	5,039	< Total Premium

06/26/2019

Countersignature Date

By:


Representative

SIBU DS 03 (0911)

Issue Date 12/11/2018

PRODUCER COPY

Page 2

Policy Number: AXB9 2019 0

Effective: 01/28/2019

Each basic limit, or if increased, each revised limit - shown below is *our* maximum limit of liability for the coverage in any occurrence, except as otherwise stated.

Your Business/Operation: 6 UNIT APARTMENT BUILDING

Location 1 Building 1 150 SPRUCE STREET
PRINCETON, NJ 08540

COVERAGE**PART I**

Accounts Receivable *	Basic Limit:	\$	3,000
	Revised Limit:	\$	0

* Applies Only With Coverage B

Building

E. Supplies and Materials Loss by Theft	Basic Limit:	\$	2,000
--	--------------	----	-------

Building Code/Law Coverage *	Factor:	.10
	Revised Factor:	.00

* Does Not Apply if Insured on Actual Cash Value Basis

Building Glass Coverage - Limited Coverage

Basic Limit per Occurrence:	\$	1,000
Basic Limit on Any One Pane or Unit:	\$	100

Burglary & Robbery

On Premises	\$	0
Off Premises	\$	0

Business Personal Property

Customers' Property	Basic Limit:	\$	1,000
	Revised Limit:	\$	0

* Separate Specific Amount Not Subject to Coverage B Limit

Business Property Extension**• Consequent Loss**

• Utility Services	Basic Limit:	\$	1,000
	Revised Limit:	\$	0
• Mechanical Breakdown	Basic Limit:*	\$	500
	Revised Limit:*	\$	0

* Annual Aggregate Limit

• Off Premises

• Coverage A	Basic Limit:	\$	5,000	< Total Limit - All Locations
• Coverage B	Basic Limit:	\$	1,000	< Total Limit - All Locations
	Revised Limit:	\$	0	< Total Limit - All Locations

• Personal Effects	Basic Limit:	\$	3,000
---------------------------	--------------	----	-------

Policy Number: AXB9 2019 0

Effective: 01/28/2019

Part I - CONTINUED

Location 1 Building 1

Debris Removal Factor: .25
Basic Limit: \$ 5,000

Fire Expense Coverages

* Fire Department Service Charge Limit: \$ 1,000
* Fire Extinguisher Recharge Expenses Limit: \$ 1,000

Outdoor (Exterior) Signs

Basic Limit: \$ 1,000
Revised Limit: \$ 0

Pollution Clean-Up

Basic Limit: \$ 10,000
Revised Limit: \$ 0
Separate, Specific Deductible: \$

Property Restrictions

• Furs Basic Limit: \$ 3,000
• Jewelry Basic Limit: \$ 3,000
(Jewelry Value Waiver Limit) \$ 100

Replacement Threshold

Limit: \$ 2,000

Trees, Shrubs, and Plants

Basic Limit per Occurrence: \$ 1,000
Basic Limit on Any one Tree, Plant or Shrub: \$ 250

Valuable Papers and Records

Basic Limit: \$ 3,000
Revised Limit: \$ 0

Water Damage -Sewer / Drain Backup

When BU 50 03 applies: Basic Limit: \$ 10,000
Revised Limit: \$

Outdoor (Exterior) Building Glass

Linear: 0
Deductible per Occurrence: \$

The following limits apply if limits for such are not shown in the Declarations

PART II**Fire and Explosion Legal Liability**

Basic Limit: \$ 50,000
Revised Limit: \$ 0

Personal Injury / Advertising Injury

Basic Limit: \$ 0 < Limit - All Locations
Revised Limit: \$ 1,000,000 < Limit - All Locations

Policy Number: AXB9 2019 0

Effective: 01/28/2019

Supplemental - Continued

Location

1

Building

1

OTHER SPECIAL POLICY CONDITIONS:**Computer Coverage**

When SIBU-0005 applies:

Limit:

\$

Liquor Receipts

\$

0

EQUIPMENT BREAKDOWN COVERAGE SCHEDULE

Subject to any applicable limits on the Declarations, the Equipment Breakdown Limit is the most we will pay for loss or damage arising from any one Accident.

These coverages apply to all locations covered on the policy, unless otherwise specified.

Coverages

	Limits
Equipment Breakdown Limit	\$ Per Policy Property Limits
Loss of Use / Loss of Income (including Extra Expense if shown as covered)	\$ Per Policy Limits
Expediting Expense	\$ 25,000
<i>Hazardous Substances</i>	\$ 25,000
Spoilage	\$ 25,000
<i>Computer Equipment</i>	\$ 25,000
<i>Data Restoration</i>	\$ 25,000

Deductibles

Combined, All Coverages	\$ 1,000
Direct Coverages	\$ N/A
Indirect Coverages	\$ <u>N/A</u> or <u>N/A</u> hrs. or ADV
Spoilage	\$ <u>N/A</u> or <u>N/A</u> %

Other Conditions

PROTECTIVE SAFEGUARDS — AUTOMATIC FIRE ALARM •PART I

This endorsement establishes conditions for suspension of coverage. The required information may be shown below or elsewhere in this policy.

**The provisions of this endorsement apply only when the endorsement number is listed in the Declarations.
Except as provided below, all other provisions in this policy are unchanged.**

Policy # 9

SCHEDULE

Designated Premises:

Location No: 1

Building No: 1

150 SPRUCE STREET

PRINCETON, NJ 08540

COVERAGE MODIFICATION

- A.** As a condition of this insurance, *you* are required to maintain the *protective safeguard* as defined in this endorsement.

Insurance under Part I for loss caused by, or resulting from, fire is suspended and we do not insure such loss if *you* fail to immediately notify *us* when *you*:

- Know of any suspension of service or impairment in the working order of the *protective safeguard*; or
- Fail to maintain in complete working order such *protective safeguard* under *your* control.

- B.** If the policy covers more than one location and a premises is designated in the Schedule, this Condition applies only to such designated premises.

ADDITIONAL DEFINITION

Protective safeguard, as used in this endorsement, means an automatic fire alarm protecting the entire building and connected to a central station or reporting to a public or private fire alarm station.

ADDITIONAL *INSUREDS* •PART II

This endorsement extends the definition of insureds to include the designated person or organization. The required information may be shown below or elsewhere in this policy.

**The provisions of this endorsement apply only when the endorsement number is listed in the Declarations.
Except as provided below, all other provisions in this policy are unchanged.**

Policy # 9

SCHEDULE

**Designated Person or Organization:
THE MAYOR AND COUNCIL OF THE
BOROUGH OF PRINCETON
P O BOX 390
PRINCETON, NJ 08540**

PERSONS INSURED EXTENSION

The definition of *insured* in the Common Glossary is amended to include the following as an additional *insured* under this policy.

Insured includes the designated person or organization, as shown in the Schedule, but only with respect to liability for *bodily injury, property damage, advertising injury, or personal injury* caused, in whole or in part, by *your* covered acts or omissions or the covered acts or omissions of those acting on *your* behalf, in connection with *your* business / operations or *your* premises.

This insurance is excess over any other valid and collectible insurance whether such other insurance is stated to be primary, contributing, excess, contingent or otherwise. This includes any liability policy maintained by the additional *insured* where the additional *insured* is a named *insured*. This insurance is excess to any self-insured retention or liability deductible.