

The State of Emergency Amendatory Endorsement modifies insurance coverage under Homeowners, Condominium Unitowners, and Renters Policies, specifically addressing Coverage C – Loss of Use. It stipulates that if a loss renders the residence uninhabitable, the insurer will cover reasonable and necessary additional living expenses for up to 24 months, limited to the shortest duration of the time needed for repairs, the time required for the household to settle elsewhere, or 24 months. This coverage period is not affected by the policy's expiration. In cases of loss due to a state of emergency, as defined in Section 8558 of the Government Code, an extension of up to 12 additional months may be granted if the insured experiences delays in reconstruction due to circumstances beyond their control, such as construction permit delays, lack of materials, or unavailable contractors. Additional six-month extensions may be provided for good cause. The insurer will not pay more than the limit of liability for Coverage C, and any normal expenses reduced or discontinued due to the loss will be deducted from the total amount owed.

In Section I – Loss Settlement, Coverage B – Personal Property, the endorsement modifies the Limited Replacement Cost Loss Settlement. To receive additional payments on a replacement cost basis, repairs or replacements must be completed within 24 months from the date of the first payment for actual cash value, or within 36 months if the loss is related to a state of emergency. Additional six-month extensions may also be granted for good cause, in accordance with Section 2051.5 of the California Insurance Code. All other policy provisions remain applicable.