



THIS ENDORSEMENT CHANGES YOUR POLICY. PLEASE READ IT CAREFULLY.

## MECHANICAL BREAKDOWN OF REFRIGERATION OR HEATING UNITS

This endorsement modifies insurance provided under the following:

### CARRIER FOR HIRE - CARGO COVERAGE FORM

Mechanical Breakdown Limit of Insurance (per occurrence): \$ **SAMPLE**

#### A. Mechanical Breakdown of Refrigeration or Heating Units

We will pay for direct physical "loss" to "Covered Property" up to the Mechanical Breakdown Limit of Insurance shown above caused by spoilage, freezing or change in temperature resulting directly from the sudden and accidental breakdown of refrigeration or heating unit(s) on the vehicle(s) you own or operate including leased units.

1. These losses will only be paid if:
  - a. All such refrigeration or heating unit(s) on the vehicle(s) are inspected at least monthly by a qualified service representative of the manufacturer or similarly qualified individual;
  - b. Any needed repairs are made promptly;
  - c. All corrective or preventive maintenance specified by the manufacturer of the unit(s) is completed; and
  - d. Written records of the results of such inspections, repairs and maintenance are maintained.
2. We will not pay for "loss" caused by or resulting from insufficient fuel or lubricants required for the normal operation of such refrigeration or heating unit(s).

#### B. Expense to Protect the Covered Property from Spoilage or Change in Temperature

We will pay the reasonable additional expense you incur to temporarily store "Covered Property" in a controlled temperature environment in order to avoid or minimize "loss" to such property due to spoilage, freezing or change in temperature. Such temporary storage must be directly made necessary by the sudden and accidental breakdown of refrigeration or heating unit(s) on transporting conveyances.

The amount of additional expense we will pay does not include:

1. Expenses incurred to repair or replace the refrigeration or heating unit(s);
2. Costs or penalties incurred for detention or delay of vehicles, trailers or containers to which refrigeration or heating unit(s) is attached; or
3. Additional room or meal expenses for the vehicle drivers that exceed \$150 per day or \$300 in total.

The most we will pay is \$2,500 for all necessary additional expense in any one occurrence. This limit is separate from the limit of insurance applicable to Mechanical Breakdown as shown above.

**SAMPLE**