

Jewelry and Other Valuables Underwriting Guidelines

Background:

The Property Coverage Form provides coverage for jewelry, firearms, silver flatware, gold, coins, stamps furs, etc. for covered causes of loss up to the personal property limit with a reimbursement exception for loss due to theft. Generally, these items are limited to \$1,000 up to \$5,000 reimbursement per occurrence (depending on the coverage form) as result of theft. Underwriters must be familiar with the terms of the coverage form being used.

In order to provide theft coverage above the reimbursement limits it is necessary to schedule the individual jewelry or valuable item under a scheduled personal property form showing a description of the item and a limit.

When jewelry is scheduled separately coverage is provided up to the limit of insurance shown for the item and is not subject to acv or replacement cost valuation.

Form

Coverage form: AP7221 Supplemental form AP8785 the jewelry schedule.

Rating

Premium development is supported in UD.

Underwriting Guidelines:

1. Refer to your individual underwriting authority to determine if a referral is necessary.
2. Items greater than a \$25,000 limit of insurance: Request a copy of an appraisal from the Agent. In lieu of an appraisal we can accept a photo of the item along with the original/dated invoice or sales receipt. The limit of insurance requested should be within 10% of the appraisal or purchase price. Note: if an Underwriter wants to waive the appraisal requirement due to physical characteristics of the risk or for other reasons, document the reasoning.
3. Schedules with valuables which have a total limit of insurance of \$100,000 or more require additional questions before referring or binding coverage:
 - a. When not worn or displayed, are the items kept in a safe deposit or locked home safe or in a secure hiding place outside of the bedroom area?
 - b. Does the premises have an alarm? What type? Burglar and Fire? Central station or local alarm?
 - c. If there is any reason to believe that the valuables are displayed at shows (i.e. coins, firearms), determine the security measures taken, how often the displays take place and travel involved to the exhibitions.

Depending on the total limits at risk (or limit on any one item), the Underwriter should document the file with the answers to these questions and if they are in agreement with the security measures.