



EQUIPMENT BREAKDOWN FOR DWELLINGS COVERAGE

Extra protection for household items and equipment

Many homes today have advanced technology and other equipment/household items not typically covered by a standard farmowners insurance policy. A loss to one of these can be costly. Travelers Agribusiness Equipment Breakdown for Dwellings coverage can help cover the cost to repair or replace a broad range of household items that are damaged from unexpected mechanical or electrical failure.

Examples include:

- Home automation systems
- Security systems
- Home electronics such as computers and TVs
- Appliances such as refrigerators, water heaters, boilers and central air conditioning
- Electric vehicle charging stations
- Well water pumps
- Sump pumps

Adding Equipment Breakdown for Dwellings could save your clients thousands of dollars if:

- The heating system runs constantly and damages the compressor
- An air conditioning system fails after the motor seizes
- A surge damages a television
- A water heater leaks due to a cracked weld

WHAT YOU NEED TO KNOW

How does Equipment Breakdown for Dwellings coverage differ from a home warranty?

Equipment Breakdown for Dwellings is less expensive and has fewer limitations. This valuable coverage can be easily added to an existing farmowners policy with coverage up to \$50,000 and a deductible of just \$500.

	EQUIPMENT BREAKDOWN FOR DWELLINGS	TYPICAL HOME WARRANTY
LIMITS	No yearly aggregate; per occurrence limits up to \$50,000	May contain yearly aggregate limit such as \$1,500 in coverage per year (for each item/appliance)
DEDUCTIBLE	\$500	From \$60 to \$100 per item
CONTRACTORS	Homeowner chooses contractor for repairs	May require homeowner to use the companies' contractors
COVERAGE APPROACH	Purchased once for all covered equipment – no need to name each item/appliance	Name each item/appliance to be covered
ADDITIONAL COVERAGES	Pollutants expense, expediting expense, green alternatives and environmental, safety and efficiency improvements	Not generally offered

WHAT ARE THE ELIGIBILITY REQUIREMENTS?

To be eligible, a dwelling must be owner occupied and must have Special Cause of Loss for Coverage A and at least Broad Cause of Loss for Coverage C.

IS COVERAGE LIMITED BASED ON THE AGE OF THE APPLIANCE OR EQUIPMENT?

No. As long as the appliance or equipment experiences a breakdown, it qualifies for coverage regardless of age.

WHAT IS THE DIFFERENCE BETWEEN WEAR AND TEAR AND EQUIPMENT BREAKDOWN?

Wear and tear usually occurs over time; an equipment breakdown usually occurs suddenly. In instances where wear and tear occurs, performance of the equipment slowly declines, and its capacity diminishes; however, the equipment continues to operate but does not perform as expected. An example of wear and tear that is not covered is when a refrigerator is still running but not getting cold.

IF A PIECE OF EQUIPMENT FAILS DUE TO WEAR AND TEAR, IS IT COVERED?

Equipment Breakdown for Dwellings excludes wear and tear unless it results in a breakdown. For example, if the refrigerator mentioned above continues to run and its motor burns out, then it would be covered.

CONTACT YOUR TRAVELERS AGRIBUSINESS REPRESENTATIVE OR AGENT TO LEARN MORE.



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