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The 1666 Coffman Condominium Association provides a comprehensive package of insurance coverage underwritten by Fireman's Fund Insurance Company. The deductible on this policy is presently at \$5000 and would be applied on a per occurrence basis for all covered property losses. In the event of a loss, the \$5000 deductible will be handled as follows:

- a) If the loss originates on the exterior of the building (wind or hail losses), the association will be responsible for the deductible.
- b) If the loss originates on the interior of the building and within the common areas, the association will be responsible for the deductible.
- c) If the loss originates on the interior of an owner's unit and the damage is contained within that unit, the deductible (\$5000) will be assigned to the owner of that unit.
- d) If the loss originates on the interior of an owner's unit and the damage affects multiple units, the owners of **all** units involved will share equally the responsibility for the deductible.

Even if there is no damage in the unit where the loss originates (this is rare but has happened), the rule still applies.

If the damage spreads into the common area, the association will also share equally with the homeowners the responsibility for the deductible.

**It is recommended that all owners purchase an HO6 policy to cover their moveable contents and the deductible on the master policy. A limit equal to the master policy deductible (presently \$5000) is recommended in the Loss Assessment portion of this policy.** Owners may be able to purchase higher limits from their carrier.

Failure to secure the HO6 Policy will in no way affect the owner's assignment of deductible.