

19-0952-00
WIDENER INSURANCE AGENCY INC
607 BAXTER ST
JOHNSON CITY TN 37601

Auto-Owners INSURANCE

LIFE • HOME • CAR • BUSINESS

P.O. BOX 30660 • LANSING, MICHIGAN 48909-8160

AUTO-OWNERS INSURANCE COMPANY

11-08-2018

LIMITED EDITION HOMEOWNERS
ASSOCIATION
76 STERLING CIR
JOHNSON CITY TN 37604-2488

Remember, you can view your policy, pay your bill or change your paperless options any time online, at www.auto-owners.com. If you have not already enrolled your policy, you may do so using policy number **47-480-175-01** and Personal ID Code (PID) **5K8 R91 T9N**.

Your agency's phone number is (423) 926-7151.

RE: Policy 47-480-175-01

Thank you for selecting Auto-Owners Insurance Group to serve your insurance needs! Feel free to contact your independent Auto-Owners agent with questions you may have.

Auto-Owners and its affiliate companies offer a variety of programs, each of which has its own eligibility requirements, coverages and rates. In addition, Auto-Owners also offers many billing options. Please take this opportunity to review your insurance needs with your Auto-Owners agent, and discuss which company, program, and billing option may be most appropriate for you.

Auto-Owners Insurance Company was formed in 1916. The Auto-Owners Insurance Group is comprised of five property and casualty companies and a life insurance company. Our A++ (Superior) rating by A.M. Best Company signifies that we have the financial strength to provide the insurance protection you need.

~ *Serving Our Policyholders and Agents Since 1916* ~

NOTIFICATION OF POSSIBLE CHANGES IN COVERAGE FOR TERRORISM

Dear Policyholder:

The Terrorism Risk Insurance Act (including ensuing Congressional actions pursuant to the Act) will expire on December 31, 2020 unless the Federal government extends the Act. What this means to you is the following:

1. Subject to policy terms and conditions, the enclosed policy will provide insurance coverage for certified acts of terrorism as defined in the Act only until December 31, 2020.
2. A conditional endorsement entitled, Conditional Exclusion Of Terrorism Involving Nuclear, Biological Or Chemical Terrorism (Relating To Disposition Of Federal Terrorism Risk Insurance Act) is enclosed. This conditional endorsement will only apply if the Act is not extended or if the Act is revised to increase statutory deductibles, decrease the federal government's share in potential losses above the statutory deductibles, change the levels, terms or conditions of coverage and we are no longer required to make terrorism coverage available and elect not to do so. It will not apply if the Act is simply extended.
3. The conditional endorsement will provide coverage for an incident of terrorism pursuant to the terms and conditions of the policy only if the incident does not involve nuclear, biological or chemical material.
4. A premium charge for the conditional endorsement will be applied effective January 1, 2021. The premium will be pro rated for the remainder of the policy term and is one-half of the current premium charge appearing in the Declarations for TERRORISM - CERTIFIED ACTS. However, it will only be made if the Terrorism Risk Insurance Act (including ensuing Congressional actions pursuant to the Act) is not extend. Revised Declarations will be mailed to you after January 1, 2021.
5. If the Act is extended without any revision, the enclosed policy will continue to provide coverage for certified acts of terrorism. The conditional endorsement will not be activated and the changes in coverage or premium referenced above will not apply.
6. If the Act is extended with revisions or is replaced, and we are required or elect to continue to offer coverage for certified acts of terrorism, we may amend this policy in accordance with the provisions of the revised Act or its replacement.

This notice is for informational purposes only.

If you have any questions concerning your policy or this notice, please contact your Auto-Owners agency.

NOTICE OF CHANGE IN POLICY TERMS
Exclusion - Unmanned Aircraft

Dear Policyholder:

Your enclosed renewal policy includes a new endorsement titled, Aircraft – Following Form, 66119 (12-15).

This endorsement defines “Unmanned Aircraft” and states that coverage is excluded for bodily injury, property damage, and personal injury arising out of the ownership, maintenance, use or entrustment to others, or loading or unloading of unmanned aircraft. This is a reduction in coverage.

This notice is for informational purposes only.

If you have any questions regarding your policy or this notice, please contact your Auto-Owners agent.

(MUTUAL) INSURANCE COMPANY
6101 ANACAPRI BLVD., LANSING, MI 48917-3999

UMBRELLA POLICY DECLARATIONS

AGENCY WIDENER INSURANCE AGENCY INC
19-0952-00 MKT TERR 053 (423) 926-7151

Renewal Effective 12-15-2018

INSURED LIMITED EDITION HOMEOWNERS
ASSOCIATION

POLICY NUMBER 47-480-175-01
Company Use 03-21-TN-0809

ADDRESS 76 STERLING CIR
JOHNSON CITY TN 37604-2488

Company
Bill

POLICY TERM	
12:01 a.m.	12:01 a.m.
to	
12-15-2018	12-15-2019

In consideration of payment of the premium shown below, this policy is renewed. Please attach this Declarations and attachments to your policy. If you have any questions, please consult with your agent.

COMMERCIAL UMBRELLA

LIMITS OF LIABILITY:

Products-Completed Operations Aggregate	\$ 1,000,000
Other Aggregate	\$ 1,000,000
Errors and Omissions Aggregate	\$ 1,000,000
Each Incident Limit	\$ 1,000,000

Errors and Omissions Aggregate applies to the following Errors and Omissions coverage(s):
Association Directors and Officers/Habitational

RETAINED LIMIT: \$ 5,000 (Waived when an Auto-Owners Insurance Group Company provides both the Commercial Automobile and Commercial General Liability coverage).

FORMS THAT APPLY TO THIS POLICY:

26800 (07-05)	26606 (10-05)	26450 (07-05)	59350 (01-15)	26296 (07-05)
26505 (07-08)	26545 (08-05)	26527 (09-09)	26862 (02-08)	66085 (07-14)
66088 (09-14)	66119 (12-15)	26852 (07-05)	26814 (01-06)	26531 (07-05)

COMMERCIAL UMBRELLA PREMIUM

PREMIUM
\$500.96

THE POLICY PREMIUM SHOWN ABOVE INCLUDES:

TERRORISM
CERTIFIED ACTS SEE FORMS 59350, 26505, 59390 \$4.96

TOTAL POLICY PREMIUM	TERM \$500.96
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APPLICABLE RATING TERRITORY: 022
PROGRAM: Habitational

A 5% Cumulative Multi-Policy Discount applies. Supporting policies are marked with an (X):
Comm Auto() Comm Prop/Comm Liab(X) Farm() WC() Life() Personal().

AUTO-OWNERS (MUTUAL) INS. CO

Issued 11-08-2018

AGENCY WIDENER INSURANCE AGENCY INC
19-0952-00 MKT TERR 053Company
Bill**POLICY NUMBER**
Company Use**47-480-175-01**
03-21-TN-0809

INSURED LIMITED EDITION HOMEOWNERS

Term 12-15-2018 to 12-15-2019

SCHEDULE OF UNDERLYING INSURANCE

NAME OF INSURER	TYPE OF POLICY	YOU HAVE AGREED TO MAINTAIN LIMITS AS FOLLOWS:	
OWNERS INSURANCE COMPANY	BUSINESSOWNERS LIABILITY	Occurrence Aggregate	LIMIT \$2,000,000 \$4,000,000
OWNERS INSURANCE COMPANY	PROFESSIONAL LIABILITY: ASSOCIATION/HABITATIONAL DIRECTORS and OFFICERS	Occurrence Aggregate	LIMIT \$2,000,000 \$2,000,000

**CAP ON LOSSES FROM CERTIFIED ACTS OF TERRORISM
AND
IMPORTANT INFORMATION REGARDING TERRORISM RISK
INSURANCE COVERAGE**

It is agreed:

1. With respect to any one or more certified acts of terrorism, we will not pay any amounts for which we are not responsible because of the application of any provision which results in a cap on our liability for payments for terrorism losses in accordance with the terms of the federal Terrorism Risk Insurance Act of 2002 (including ensuing Congressional actions pursuant to the Act).
2. Certified act of terrorism means any act certified by the Secretary of the Treasury, in consultation with:
 - a. the Secretary of Homeland Security; and
 - b. the Attorney General of the United Statesto be an act of terrorism as defined and in accordance with the federal Terrorism Risk Insurance Act of 2002 (including ensuing Congressional actions pursuant to the Act).
3. Under the federal Terrorism Risk Act of 2002 (including ensuing Congressional actions pursuant to the Act) a terrorist act may be certified:
 - a. if the aggregate covered commercial property and casualty insurance losses resulting from the terrorist act exceed \$5 million; and
 - b. (1) if the act of terrorism is:
 - a) a violent act; or
 - b) an act that is dangerous to human life, property or infrastructure; and(2) if the act is committed:
 - a) by an individual or individuals as part of an effort to coerce the civilian population of the United States; or
 - b) to influence the policy or affect the conduct of the United States government by coercion.

All other policy terms and conditions apply.

IMPORTANT INFORMATION REGARDING TERRORISM RISK INSURANCE COVERAGE

The Terrorism Risk Insurance Act of 2002 was signed into law on November 26, 2002. The Act (including ensuing Congressional actions pursuant to the Act) defines an act of terrorism, to mean any act that is certified by the Secretary of the Treasury, in consultation with the Secretary of Homeland Security and the Attorney General of the United States to be (i) an act of terrorism; (ii) to be a violent act or an act that is dangerous to human life, property or infrastructure; (iii) to have resulted in damage within the United States or outside the United States in the case of certain air carriers or vessels or the premises of a United States mission; and (iv) to have been committed by an individual or individuals as part of an effort to coerce the civilian population of the United States or to influence the policy or affect the conduct of the United States government by coercion.

Subject to the policy terms and conditions, this policy provides insurance coverage for acts of terrorism as defined in the Act.

Any coverage for certain commercial lines of property and casualty insurance provided by your policy for losses caused by certified acts of terrorism are partially paid by the federal government under a formula established by federal law. Under this formula, the government will reimburse us for 85% of such covered losses that exceed the statutory deductible paid by us. However, beginning January 1, 2016 the share will decrease 1% per calendar year until it equals 80%. **You should also know that in the event aggregate insured losses exceed \$100 billion during any year the Act is in effect, then the federal government and participating United States insurers that have met their insurer deductible shall not be liable for the payment of any portion of that amount of the loss that exceeds \$100 billion. In the event that aggregate insured losses exceed \$100 billion annually, no additional claims will be paid by the federal government or insurers.** This formula is currently effective through December 31, 2020 unless extended.

The premium charge, if any, for this coverage is shown separately on the attached Declarations page. In the event of a certified act of terrorism, future policies also may include a government assessed terrorism loss risk-spreading premium in accordance with the provisions of the Act.

Please contact us if you would like to reject coverage for certified acts of terrorism.

AIRCRAFT - FOLLOWING FORM

Commercial Umbrella Policy

It is agreed:

1. **DEFINITIONS** is amended. The following definition is added for purposes of this endorsement only.
Unmanned aircraft means an **aircraft** that is not:
 - a. Designed;
 - b. Manufactured; or
 - c. Modified after manufactureto be controlled directly by a person from within or on the **aircraft**.
2. **EXCLUSIONS** is amended. **N.** is deleted and replaced by the following.
N. Bodily injury, property damage or personal injury arising out of the ownership, maintenance, operation, use, entrustment to others, or loading or unloading of an **aircraft** or **unmanned aircraft**. This exclusion shall not apply to liability to the extent insurance is provided such **insured** by **scheduled underlying insurance**; however, this exception does not apply to **unmanned aircraft**.

All other policy terms and conditions apply.