

## Equipment Breakdown

# Indiana Insurance™ School Program

*Our school products are built on our tradition of quality coverage dating back to 1851. And with more than 30 years of school business, we know your school depends on a wide range of equipment that includes far more than desks, chairs, and blackboards.*



### Equipment You Depend On

Today's schools are equipped with computer systems, equipment-intensive wood and auto shops, and auditoriums containing sophisticated lighting, multimedia projection and sound systems. Electrical supply and distribution systems, boilers that supply heat and hot water, and multiple air-conditioning units are the norm. Many schools contain refrigeration and appliances in full-function cafeteria kitchens. An unbudgeted loss can be extremely costly and, in many cases, can greatly impact your ability to operate.

### Equipment Breakdown Insurance Covers More Than Just Repairs

Equipment Breakdown Insurance helps protect you from the costs associated with losses to your facility's equipment. It pays for:

- Direct property loss—the cost to repair or replace the damaged equipment;
- Costs associated with the time and labor to repair or replace the equipment subject to loss;
- Other expenses incurred to limit the loss or speed restoration of your operations;
- The value of spoiled products or materials; and
- Recovery expenses.

Equipment Breakdown Insurance covers the physical damage—and the financial damage—that stems from insured equipment failure. It is bottom-line protection that is essential for today's technology-intensive schools.

- Protection against damage caused by:
  - Short circuits/electrical arcing;
  - Power surges;
  - Mechanical breakdown;
  - Motor burnout; or
  - Boiler damage.



# Equipment Breakdown Insurance Covers Many Types of Equipment

## Water Heating Equipment

Boilers are vulnerable to breakdown due to pump or low-water cut off mechanism failure.

## Heating and Cooling Systems

HVAC systems are complex and costly to repair. Failures are common and can cost tens of thousands of dollars.

## Electric Distribution Systems

Power interruption can shut down your school, as classroom computer systems, lighting and cafeteria kitchen equipment are inoperable.

## Electronic Equipment

Computer workstations are common in today's classrooms. So are electrical surges and spikes that can severely damage this equipment, cause interruption and cost thousands to repair. Modern phone systems and intercoms are also vulnerable to damage from spikes and surges.

## Mandatory Jurisdictional Inspections

Most states and many local governments require boiler and pressure vessel inspections. With Hartford Steam Boiler providing these inspection services, you can avoid local inspection fees in a majority of jurisdictions. Only the certificate fee would be your responsibility.

## Typical Losses

The following are loss examples and typical coverage.

Sediment in a boiler caused a low-water condition that resulted in severe overfiring, shutting down the boiler—and the school. A rental unit was brought in to provide heat until the damaged boiler could be replaced.

Property Damage:	\$ 98,500
Extra Expense:	\$ 25,164
Total Loss:	\$123,664

A short in underground electrical cables cut power to a school for underprivileged children. About 8,000 feet of buried copper cable was replaced, along with damaged motors, controls and relays.

Total Loss:	\$101,510
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A power surge damaged an 80-speaker intercom system and an internal clock system. Four of the intercom's administrative control stations and the clock's electrical components needed to be replaced.

Total Loss:	\$ 16,992
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The motor on a 20-ton air-conditioning unit short-circuited. Another unit was rented to keep the school open during repairs.

Repair Cost:	\$ 28,925
Extra Expense:	\$ 17,549
Total Loss:	\$ 46,474

## Indiana Insurance Member Underwriting Companies:

American Fire and Casualty Company, Consolidated Insurance Company, Hawkeye-Security Insurance Company, Indiana Insurance Company, Mid-American Fire & Casualty Company, The Midwestern Indemnity Company, The Netherlands Insurance Company, The Ohio Casualty Insurance Company, Ohio Security Insurance Company, Peerless Indemnity Insurance Company, Peerless Insurance Company, West American Insurance Company  
*(Not all companies may be licensed in all states.)*

*This summary contains highlights only and is subject to change. The specific terms of coverage, exclusions, and limitations are contained in your insurance policy.*

