



## *Why Do You Need Equipment Breakdown Insurance?*

### **You Rely On Equipment**

The smooth operation of your church, synagogue, or other religious institution can be seriously hampered if critical equipment breaks down. Failure of heating and air conditioning units; electrical supply and distribution systems; refrigeration and cooking appliances; and office equipment such as phones, faxes, and copy machines can be costly to repair.

What happens if you have no heat on a frigid winter day or no air conditioning in the sweltering summer? Will you be able to offer services? Or perhaps the food in the kitchen's refrigerators and freezers spoils when they shut down after an electrical failure.

### **Rely On Our Coverage**

Equipment breakdown can significantly impact your ability to operate. Yet, most standard property policies exclude the coverage.

Equipment Breakdown insurance pays for physical damage to equipment caused by mechanical and electrical breakdown. It can also cover business income or spoilage losses due to an equipment breakdown and your extra expenses to limit the equipment loss or speed repairs.

### **Protect Against Loss**

The coverage protects against covered losses caused by:

- Short circuit • Electrical arcing • Power surges
- Mechanical breakdown • Motor burnout
- Boiler damage • Operator error

### **Common Causes**

#### **Electrical Distribution System**

Lost power can shut you down as lighting, public address systems, and kitchen equipment becomes inoperable. A short circuit in one part of an electrical distribution system can easily spread to other parts because panels, circuit

breakers, and cables are interconnected. A loose connection, dust, or high humidity is all it takes.

#### **Heating and Cooling Systems**

Heating and cooling is essential to comfort and staff productivity. Yet HVAC failures are common and boilers and pressure vessels that distribute heat and hot water are vulnerable. You may need to close your doors while this equipment is repaired or replaced—at significant cost.

#### **Refrigeration**

What costs more-refrigeration system repairs or the damaged perishables? Add replacement refrigerant to the equation and the expenses escalate.

#### **Computers**

Today, what organization doesn't depend on computers? Yet the highly sensitive and fragile technology computers rely on is highly susceptible to damage.

### **Coverage, Plus More**

Many states and local governments require boilers and pressure vessels to be inspected periodically by commissioned inspectors. Our program includes these inspection services so you avoid local fees in many jurisdictions and only pay the certificate fee.

### **The Risks Are Real**

*A church's cast iron boiler suddenly broke down because a section overheated due to a low-water level. Temporary repairs were made to supply the church with heat until a new boiler could be installed, 15 days later.*

**Total Loss:** **\$ 12,266**

*Power problems caused a 250-ton compressor motor on an air conditioning system to burn out, even though the unit was only a year old. The church installed a rental system to avoid canceling parish school classes.*

**Total Loss:** **\$ 8,595**

This summary gives a general description. For all coverages, conditions and exclusions, refer to the policy.