

## NO SECTION II – LIABILITY AND LIMITED SECTION I – PROPERTY COVERAGE FOR HOME DAY CARE BUSINESS

### ADVISORY NOTICE TO POLICYHOLDERS

**CAUTION:** You should read your Policy and review your Declarations Page for complete information on the coverage you are provided. If there is any conflict between the Policy and this summary, **THE PROVISIONS OF YOUR POLICY SHALL PREVAIL. PLEASE READ YOUR POLICY CAREFULLY.**

- A.** "Business", as defined in the Policy, means
1. A trade, profession or occupation engaged in on a full-time, part-time or occasional basis; or
  2. Any other activity engaged in for money or other compensation, except the following:
    - a. One or more activities:
      - (1) Not described in **b.** through **d.** below; and
      - (2) For which no "insured" receives more than \$2,000 in total compensation for the 12 months before the beginning of the policy period;
    - b. Volunteer activities for which no money is received, other than payment for expenses incurred to perform the activity;
    - c. Providing home day care services for which no compensation is received, other than the mutual exchange of such services; or
    - d. The rendering of home day care services to a relative of an "insured".
  3. A dwelling or unit rented, held for rental to others, or being used for home-sharing activities. Home-sharing activities means the rental, holding for rental or mutual exchange of services of the "residence premises", in whole or in part, by an "insured" through an online-enabled application, web site, or digital network.
- B.** If you or any other "insured" regularly provides home day care services to a person or persons other than you or any other "insureds" as their trade, profession or occupation, that service is a "business".
- C.** If home day care service is not your or any other "insured's" given trade, profession or occupation but is an activity:
1. That you or any other "insured" engages in for money or other compensation; and
  2. From which you or any other "insured" receives more than \$2,000 in total/combined compensation from it and any other activity for the 12 months before the beginning of the policy period;
- the home day care service and other activity will be considered a "business".
- D.** With respect to **C.** above, home day care service is only an example of an activity engaged in for money that may be a "business". Any single activity or combination of activities:
1. Described in **A.2.** above; and
  2. Engaged in for money by you or any other "insured";
- may be considered a "business" if the \$2,000 threshold is exceeded.
- E.** With respect to **A.** through **D.** above, coverage does not apply to or is limited with respect to home day care service which is a "business". For example, this Policy:
1. Does not provide:
    - a. Section II coverages. This is because your "business" or the "business" of any other "insured" is excluded under Section II – Exclusions;
    - b. Coverage, under Section I, for other structures from which any "business" is conducted; and
  2. Limits Section I coverage, under Coverage C – Special Limits Of Liability, for "business" property:
    - a. On the residence premises for the home day care "business" to \$2,500. This is because Coverage C – Special Limits Of Liability imposes that limit on "business" property on the residence premises;

- b.** Away from the residence premises for the home day care "business" to \$1,500. This is because Coverage **C** – Special Limits Of Liability imposes that limit on "business" property away from the residence premises.

This limit does not apply to antennas, tapes, wires, records, disks or other media that are:

- (1)** Used with electronic equipment that reproduces, receives or transmits audio, visual or data signals; and
- (2)** In or upon a motor vehicle.