

THIS ENDORSEMENT CHANGES THE POLICY. PLEASE READ IT CAREFULLY.

HOME DAY CARE LIABILITY EXCLUSION AND PROPERTY LIMITATION

DEFINITIONS

Paragraph 3. **Business** subparagraph **b.** adds the following:

- (5) If an **insured** regularly provides home day care services to a person or persons other than **insured's** as their trade, profession or occupation, that service is a **business**.
- (6) If home day care service is not a given **insured's** trade, profession or occupation but is an activity:
 - (a) That an **insured** engages in for money or other compensation; or
 - (b) From which an **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**.
- (7) With respect to (2) 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:
 - (a) Described in 3.b.(1) of the Policy; and
 - (b) Engaged in for money by a single **insured** ;
may be considered a **business** if the \$2,000 threshold is exceeded.
- (8) With respect to 3.b.(1) through 3.b.(7), coverage does not apply to or is limited with respect to home day care service which is a **business**. For example, this policy:
 - (a) Does not provide:
 - i. Section II coverages. This is because a **business** of an **insured** is excluded under E.2. of Section II - Exclusions;
 - ii. Coverage, under Section I, for other structures from which any business is conducted; and
 - (b) Limits Section I coverage, under Coverage C - Special Limits of Liability, for **business** property:
 - i. On the **residence premises** for the home day care **business** to \$2,500. This is because Category h. imposes that limit on **business** property on the **residence premises**.
 - ii. Away from the **residence premises** for the home day care **business** to \$500. This is because Category i. imposes that limit on **business** property away from the **residence premises**. Category i. does not apply to property described in Categories j. and k.

All other provisions of the policy apply.