

BBCC

BUILDING BY-LAW & CODE COMPLIANCE COVERAGE ENDORSEMENT

If the Declaration Page indicates this endorsement applies to the Homeowner's Package Policy the coverage on the dwelling, as a result of direct physical damage caused by an insured peril, is extended to pay for:

1. loss resulting from the demolition of any undamaged portion of the dwelling; or
2. the cost of demolishing, and clearing the site of, any undamaged portion of the dwelling; or
3. any increase in the cost of repairing, replacing, constructing or reconstructing the dwelling on the same site or on an adjacent site, of like height, floor area and style, and for like occupancy; arising from the enforcement of the minimum requirements of any by-law, regulation, ordinance or law which:
 - (a) regulates zoning or the demolition, repair or construction of damaged dwelling; and
 - (b) is in force at the time of such loss or damage.

Limitation

We will pay the lesser of:

1. the amount of insurance shown on the Declaration Page for Coverage BBCC, or
2. the minimum amount required to comply with any by-law, regulation, ordinance or law.

We will not pay:

1. the additional cost caused by the enforcement of any by-law, regulation, ordinance or law which prohibits you from rebuilding or repairing on the same site or an adjacent site or prohibits continuance of like occupancy.

This endorsement does not override any provision in the Basis of Claim Payment of the policy to which this endorsement is attached.

ALL DEFINITIONS AND STATUTORY AND ADDITIONAL CONDITIONS OF THE POLICY ALSO APPLY TO THIS COVERAGE