

**MEMORANDUM TO: Association Members
Cameron Village Homeowners Association**

FROM: Board of Directors

DATE: September 23, 2003

SUBJECT: INSURANCE

This letter will advise you of an important change in the Association's insurance coverage that will require your immediate attention.

In an effort to control our losses and to hold down the cost of our insurance, Nationwide Insurance has advised the Board of Directors that it will write the Master Policy with a \$5,000 deductible. Given our claims history, other insurance providers could not provide the same competitive rate as Nationwide.

What does this mean to you?

- If you are the owner of an owner occupied condominium unit, you should have personal insurance on your condominium, your contents, and personal liability provided by an HO-6 Condominium Unit Owners Policy. This HO-6 policy provides \$1,000 Additions and Alterations coverage at no additional charge. In the past, you could submit a claim to your insurance carrier for the first \$1,000 damage for your condominium additions and alterations (carpets, wall coverings, cabinets, wall partitions, plumbing & heating/air conditioning, etc.). Your policy would pay the \$1,000 (the deductible on the Master Policy) and the Master Policy would pay the balance.
- If you are the owner of a tenant occupied condominium unit, you should have personal insurance to cover the additions and alterations of your unit and loss of rental income provided by a Dwelling Fire Policy. You should have at least \$5,000 coverage to protect the condominium additions and alterations. You would handle the claims procedure as stated above.

You now need to contact your Insurance Agent and request that the additions and alterations portion of your HO-6 Condominium Unit Owners Policy or Dwelling Fire Policy be increased to \$5,000. You will see a slight increase in your premium. Please call your agent today as the change to the Association's Master Policy will be effective on October 1, 2003 and you should have this additional coverage in place by that date.

Please call if you have any questions or if we can be of service.