



Equipment Breakdown Coverage for Religious Institutions

IMPORTANT FACTS

Regardless of size, religious institutions have insurable equipment breakdown exposures. Most religious institutions have boilers for heating purposes. Boiler failures, normally caused by low-water conditions resulting from inadequate maintenance, are the leading cause of loss.

Almost all religious institutions have air conditioning equipment. Air conditioning equipment is another area where loss potential is significant from both a frequency and severity perspective.

Air compressors are used to supply compressed air to organs and may suffer a mechanical breakdown. All religious institutions have switchboards and electrical distribution systems subject to electrical breakdown of the air conditioning system. In fact, electrical failures, on average, are more costly than boiler failures.

Additional exposures consist of extra expense to hold services elsewhere and food spoilage caused by mechanical or electrical breakdowns.

TYPICAL LOSSES

Arcing in an electrical feeder cable supplying the location resulted in a loss of power. The religious institution and school were closed for three days to replace the cable. Food in cold storage spoiled as a result of the power loss.

Property Damage: \$1,500
Spoilage/Consequential: \$1,275

A cracked section of a cast-iron boiler resulted in replacement of the boiler. Due to cold weather, church services had to be held elsewhere during the boiler replacement.

Property Damage: \$9,000
Extra Expense: \$9,000

Mechanical breakdown of a piston in an air compressor required replacement.

Property Damage: \$2,800

EXPOSURES

BOILER AND PRESSURE VESSELS

Boilers
Fired/Unfired Vessels
Air Conditioning units

MECHANICAL EQUIPMENT

Compressors
Pumps

ELECTRICAL EQUIPMENT

Motors
Transformers
Computers
Switchboards
Distribution Systems
Communications Equipment
Copiers

TIME ELEMENT

Business Interruption
Extra Expense
Service Interruption



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