

FILL YOUR COVERAGE GAPS WITH INLAND MARINE INSURANCE

Marine insurance was once used strictly in the ocean marine industry to protect against property losses before, during and after water transfers. As the non-ocean aspect of the cargo journey developed, cargoes were transferred to barge and on land, and the term “inland marine” was created. These policies became known as “floaters” because the property covered was originally floating in the ocean.

Today, inland marine coverage provides protection to fill gaps in commercial property protection or to reach specific limits of coverage.

Property Recommended for Inland Marine Coverage

Property that may have broader coverage under an inland marine form includes the following:

- Property that may be excluded from a typical commercial property form. The State Fire & Tornado Fund policy, for example, excludes works of art, antiques or rare articles (unless they are attached to or an integral component of a building), personal property that is primarily stored on or in a vehicle, personal property while in use off-premises in law enforcement or emergency services activities, and personal property away from the insured premises for more than 7 days. ***This is not a comprehensive listing—please refer to the policy forms for full details.***
- Classes of property that are subject to specified sub-limits such as \$5,000 for jewelry
- Property that is often off-premises such as mobile construction equipment including equipment leased, rented, borrowed or loaned to or from others
- Property for which a value must be agreed upon at the onset of coverage as it is unique and cannot be replaced or reproduced

Perils Covered

Inland Marine typically covers risks of direct physical loss except those specifically excluded. Common exclusions include the following:

- Normal Wear and Tear
- Government Action
- War/Riots
- Nuclear/Biological/Chemical Events
- Mechanical Breakdown

Additional Resources

Consult Vaaler Insurance, Inc., today to learn more about inland marine insurance to protect items that seem to fall between the lines of your current coverage. We have the expertise to help you mitigate your risks and protect your bottom line.

Vaaler Insurance, Inc. • PO Box 933 • 1000 Tacoma Ave, Suite 100 • Bismarck, ND 58504 • 701-258-2800



State of ND (Office of Management & Budget) Inland Marine Policy Summary

VEHICLE PHYSICAL DAMAGE (ND DOT Fleet)

- Limits per schedule, not less than \$25,000 or over \$650,000 per unit
- \$25,000 deductible per occurrence
- Causes of loss include collision
- Actual Cash Value Coverage subject to 80% coinsurance clause

VEHICLE PHYSICAL DAMAGE (Various Agencies – list on file with company)

- Limits per schedule, not less than \$25,000 or over \$650,000 per unit
- \$7,500 deductible per occurrence
- Causes of loss include collision
- Actual Cash Value Coverage subject to 80% coinsurance clause

CONTRACTORS EQUIPMENT (ND DOT)

- Limits per schedule, not less than \$50,000 or over \$600,000 per unit
- Any one loss, \$10,000,000 – but not more than the amount specified for each item on the latest submitted schedule of covered property on file
- \$15,000 deductible per occurrence
- Actual Cash Value Coverage subject to 80% coinsurance clause

CONTRACTORS EQUIPMENT LEASED/RENTED/BORROWED FROM OTHERS (ND DOT Fleet)

- \$3,000,000 limit per loss subject to a maximum of \$600,000 for one item
- EXCLUDES cranes and equipment leased or rented with an actual cash value of ≤\$25,000
- \$15,000 deductible per occurrence
- 12 months or less (premium based on rental cost subject to a minimum rental cost of \$25/hour)

SPECIAL FLOATER, MISCELLANEOUS EQUIPMENT/ITEMS FOR VARIOUS STATE AGENCIES

Mobile equipment; which may include tractors, forklifts, payloaders, backhoes, pavers, testing equipment, computers, radio towers, etc. (no autos)

- Any one item \$350,000
- Any one loss, \$10,000,000 – but not more than the amount specified for each item on the latest submitted schedule of covered property on file
- \$5,000 deductible per occurrence
- EXCLUDES watercraft while waterborne
- Actual Cash Value Coverage subject to 80% coinsurance clause
- Underground Coverage-specific item; 2014 Gama Ray Series; \$29,555

SPECIAL EQUIPMENT LEASED OR RENTED OR BORROWED FROM OTHERS FOR VARIOUS STATE AGENCIES

- Any one loss \$1,000,000; \$600,000 any one item
- Excludes any item less than \$25,000 and any cranes
- \$5,000 deductible per occurrence

MISCELLANEOUS EQUIPMENT LEASED/RENTED/BORROWED/LOANED TO OTHERS FOR 12 MONTHS OR LESS

- \$500,000 maximum limit per loss
- Single item value exceeding \$250,000 is subject to prior approval
- Flat charge per item determined by company
- Subject to annual reporting

FINE ARTS FLOATER (INVENTORY LIST & APPRAISALS REQUIRED)

- Specifically Described Property
- \$10,000 deductible per occurrence

Sub-limits:

- While in transit - \$500,000 maximum
- While at Other Locations (owned items on **temporary** loan) - \$500,000 maximum

COVERAGE SPECIFICATIONS

- Premiums are billed to individual agencies per schedules provided at inception and renewal dates of policy
- Subject to annual adjustment for changes in leased/borrowed/rented/loaned equipment
- **NO COVERAGE** is provided for items previously acquired and not listed at policy inception or renewal dates of policy
- **Property Not Covered** (this list is not inclusive, refer to policy for complete details)
 - ♦ Aircraft or watercraft
 - ♦ Buildings and land (this includes the buildings and land where the covered property is located)
 - ♦ Contraband (goods that are illegal to possess or that are legal but in the course of illegal transportation)
 - ♦ Money and securities (includes accounts, bills, currency, food stamps and evidence of debt. It also includes lottery tickets not held for sale, in addition to money, notes or securities.)
 - ♦ Waterborne property

To Schedule Property or For Additional Information Contact:

✦ **Vaaler Insurance: Patti Huber**
701-258-2800 or 1-800-542-4409

✦ **OMB Risk Management: 701-328-7584**