



AMERICAN FAMILY MUTUAL INSURANCE COMPANY, S.I.
 1902 5TH AVE STE 1
 ANOKA, MN 55303-2692

AmFam.com

1-800-MY AMFAM® (692-6326)

**Your Insurance
 Coverage Summary**

00058600000000090252321 023087 0G1
 LYNDSEY KNUDTSON
 1261 S PINE DR
 BAILEY, CO 80421-2386

**Advance Notice of
 Renewal Premium**

January 28, 2019

LYNDSEY KNUDTSON

Thank you for allowing American Family to insure your business. We appreciate your trust and confidence. Listed below are the principal coverages and limits that will apply for the renewal term shown on this coverage summary letter. Please take a minute to review them to be sure they are adequate for your needs. If you would like to discuss your policy coverages and limits, or if you have any questions, please don't hesitate to contact me.

Policy Period: 04-01-2019 TO 04-01-2020
 Customer Billing Account: 020-322-568 80

Policy Type:	BUSINESSOWNERS POLICY		
Policy Number:	22XH682801		
Total Advance Renewal Premium:			\$2,049.00
PLEASE DO NOT SEND MONEY ** INFORMATIONAL ONLY			

Total Advance Renewal Premium Summary:			
Premises	1	1046 14TH AVE SE MINNEAPOLIS, MN 55414-2313	\$2,049.00

Certified Acts of Terrorism		
If you accepted the offer of coverage, this premium is included in the Total Advance Premium.		\$36.00

Section I Property Coverage

Limit Of Insurance

Description Of Premises

Premises No. 1
 Location 1046 14TH AVE SE
 MINNEAPOLIS, MN 55414-2313
 Occupancy Rental Dwelling - One Unit
 Building Interest Leased to Others
 Construction Frame

Certified Acts of Terrorism \$35

continued

Buildings, Auxiliary Buildings/Structures, Business Personal Property and Auxiliary Buildings Business Personal Property may have been increased by inflation protection.

Building	\$250,666
Actual Cash Value	
Auxiliary Buildings/Structures	\$11,394
Actual Cash Value	

<u>Section II Liability And Medical Expenses Coverage</u>	<u>Limit Of Insurance</u>
Aggregate Limit(Other Than Products Completed Operations)	\$4,000,000
Products-Completed Operations Aggregate Limit	\$4,000,000
Damage To Premises Rented To You	\$50,000
Liability And Medical Expenses	\$2,000,000
Premises 1 Medical Expenses - Any One Person	\$5,000
Certified Acts of Terrorism	\$1

Your premium has increased.

**This coverage summary does not represent contract terms.
Consult the policy for specific definitions and limitations.**

The renewal premium shown is for your next policy period.

**You may receive separate advance notice of renewal premium
if you have other Commercial Lines policies.**

**This coverage summary may not show all coverages and
limits on your policy.**

Your American Family Agent is:

Kari A Hefnider Agency Llc

khefnide@amfam.com

1902 5th Ave Ste 1
Anoka MN 55303-2692
763-755-0375



AMERICAN FAMILY INSURANCE GROUP
6000 AMERICAN PKWY • MADISON, WISCONSIN 53783-0001

OFFER OF TERRORISM INSURANCE COVERAGE AND DISCLOSURE OF PREMIUM

Dear Policyholder:

Thank you for insuring with American Family Insurance. This notice provides you with important information about the Terrorism Risk Insurance Program Reauthorization Act of 2015. Please read the information below about the act and notify American Family if you wish to change your previous decision regarding acceptance or rejection of the coverage for "certified acts of terrorism."

Some Background

On Nov. 26, 2002, President Bush signed the Terrorism Risk Insurance Act into law, which requires insurance carriers to make coverage available to policyholders for losses due to "certified acts of terrorism". This law has been reauthorized since then, and the latest reauthorization occurred in January of 2015 when President Obama signed the Terrorism Risk Insurance Program Reauthorization Act of 2015 into law. The most recent reauthorization extends the current program for six years.

As an American Family customer, you have the right, under the recently reauthorized law, to purchase insurance coverage for losses resulting from "certified acts of terrorism," which are defined as: any act that is certified by the Secretary of the Treasury, in consultation with the Secretary of Homeland Security and the Attorney General of the United States, to be an act of terrorism. The criteria contained in that law for certifying an act of terrorism includes the following:

- The act is a violent act or an act that is dangerous to human life, property or infrastructure;
- The act results in aggregate property and casualty insurance losses in excess of \$5 million; and
- The act is committed by an individual or individuals as part of an effort to coerce the civilian population of the United States or to influence the policy or affect the conduct of the United States Government by coercion.

Further Explanation

Where coverage is provided under the act for losses resulting from "certified acts of terrorism," such losses may be partially reimbursed by the United States Government as established by the act. You should also understand that your policy may contain exclusions (not part of the act) that might affect your coverage. For example, if a "certified act of terrorism" occurs and results in damage that you're not covered for under other portions of your policy, the terrorism coverage may not apply to the loss because you need to have underlying coverage to qualify for a "certified act of terrorism" loss covered by the act.

You should also be aware that the reauthorized act contains a \$100 billion cap that limits United States Government reimbursement as well as insurers' liability for losses resulting from "certified acts of terrorism" to \$100 billion per calendar year. What this means is, if the combined insured losses for all insurers exceeds \$100 billion, your coverage may be reduced due to the cap.

Per the act, the United States Government generally reimburses 85% through 2015; 84% beginning on January 1, 2016; 83% beginning on January 1, 2017; 82% beginning on January 1, 2018; 81% beginning on January 1, 2019 and 80% beginning on January 1, 2020, of covered terrorism losses exceeding the statutorily established deductible paid by American Family Insurance. Information regarding the premium charged for this coverage is provided below and does not include any charges for the portion of loss that may be covered by the Federal Government under the act.

Disclosure of premium

Your premium for “certified acts of terrorism” coverage for your renewal term is found on the enclosed renewal information. The premium is based on the coverages you have selected and your renewal premium.

Please note a coverage exception for the locations and policy types listed below.

Certain states have mandated that even if you elect to reject the “certified acts of terrorism” coverage, your rejection does not apply to fire losses resulting from an act of terrorism, and the coverage in your policy for such fire losses will continue. The Alternative Premium for the “certified acts of terrorism – fire only” coverage, if applicable, can be found on the enclosed renewal information. The Alternative Premium is not included in the Total Advance Premium.

For Businessowners Policies, the following states mandate coverage for fire losses that result from acts of terrorism – **Arizona, Georgia, Illinois, Iowa, Missouri, Oregon, Washington and Wisconsin.

** In Arizona, the exception applies to building coverage if it is a 1-4 unit dwelling.

TERRORISM INSURANCE COVERAGE OPTIONS

Our records indicate you previously elected to purchase coverage for “certified acts of terrorism” for the policy referenced above. If you wish to continue receiving this coverage, you do not need to do anything, and the coverage will be extended throughout the renewal term of your policy.

However, if you do not want to continue receiving coverage for “certified acts of terrorism,” please indicate your decision to reject coverage, and sign and return this notice in the provided envelope.

___ I do not wish to purchase coverage for “certified acts of terrorism.” I understand that as a result, an exclusion for losses caused by acts of terrorism will be made part of this policy.
If you choose this option, you must notify us before your policy’s effective date by signing and returning this letter in the enclosed envelope. (Exception: If we send you a new disclosure form after your policy’s effective date, and you wish to change your election, we will endorse your policy to reflect your new coverage election.)

Your decision to reject coverage for “certified acts of terrorism” applies to the term of this policy. You will receive an offer and disclosure at each renewal as required by the Act.

Please sign and return this notice only if you are rejecting coverage.

Insured’s Signature		
Named Insured (please print)		Date
*Policy Number	Agt/Dst	*Policy Expiration Date

**Your policy number and policy expiration date are listed in the section after the first paragraph of the enclosed Insurance Coverage Summary letter. The policy expiration date is the second date shown in the “Policy Period” section after the word “TO”.*