

CRM Brokers

Machinery (Equipment) Breakdown



IMPORTANT NOTE

The following document is a Guide only, used by the Strata Manager to assist the Executive Committee with determining if Machinery Breakdown cover may or may not be required.



Machinery (Equipment) Breakdown* - Why have it?

It is an important protection for anybody (Owners or Operators) who is reliant upon the smooth running of machines - air conditioning, boilers, pressure vessels and similar plant, refrigeration units, elevators, escalators, inclinators etc. It is designed to provide cover against unforeseen and sudden physical loss or damage to the machinery by any cause, subject to excepted risks.

Machinery (Equipment) Breakdown - Definition*:

Generally provides cover against sudden and unforeseen physical destruction or physical damage to machinery that requires repair or replacement to enable normal working of the machinery to continue.

The questions that follow will be given to CRM Brokers, to allow them to assess the correct cover for the Strata Plan. These questions may not replace the Insurer's requirement for a specific questionnaire and declaration to be completed.

1. Have you ever had Machinery Breakdown cover insurance? Yes No

If yes, was the expiring cover:

Specified Items only, or

Blanket Cover (overall sum insured limit)

For **Specified Items**, complete the table below:

Description of Plant	Value (Limit of Indemnity)
Major air conditioning equipment	\$
Lift motors Do you have a Comprehensive Maintenance Agreement in place Yes No If Yes, does it include Parts and Labour Yes No If No, please advise:	\$
Back up generators	\$
Escalator equipment	\$
Storage water heaters	\$
Ventilation fans	\$
Water, sewage and fire system pumps	\$
Boilers	\$
Major refrigeration equipment	\$

Car Stacker	\$
Other:	\$
	\$
	\$
	\$
	\$

For Blanket Cover, please select one of the following values for cover:

Up to \$100,000

\$100,001 - \$250,000

\$250,001 - \$500,000

Other \$

Total value of the Building Sum Insured

(Note: the Plant value will be included as part of the Building sum insured. You may also choose this option if you cannot satisfactorily determine the specific value of the cover required).

Note: Some insurers may impose an Exclusion on Machinery & Plant with a total rated power of over 5 kilowatts.



Equipment Cover	Equipment examples		
1. Building Equipment	Air conditioning equipment Backup generators Bar park roller door motors Electrical Switchboards Elevator/escalator equipment	Fire control panels PABX telephone equipment Security systems Storage water heaters	Underground electrical cables Ventilation fans Water, sewage and fire system pumps
2. Retail Store (non-food)	Air conditioning equipment Audio systems Cash registers/POS systems Cash safes Computers and servers	Inventory scanners Insured's electrical switchboards Landlord's electrical switchboards and cabling (business interruption and deterioration of stock)	Plasma and LCD monitors Security surveillance systems
3. Retail food and restaurant	Audio systems Chest freezers Coffee machines Cool room refrigeration equipment	Dishwashers Electronic weigh scales Insured's electrical switchboards POS ordering systems Steam generators	Landlord's electrical switchboards and cabling (business interruption and deterioration of stock) Ovens and microwaves
4. Manufacturer	Air compressors Computer/electronic control equipment Electrical switchboards Overhead cranes	Packaging equipment Power transformers Production machines Robotics Testing equipment	Underground electrical cables Boilers Refrigeration equipment
5. Professional Office	Air conditioning equipment Audio visual equipment Computers and servers Electrical panels	Internet connections Landlord's electrical switchboards and cabling (business interruption and deterioration of stock) Photo copiers	Printers Security and surveillance equipment Telephone system

*This is a broad overview of Machinery (Equipment) Breakdown cover. The items mentioned here are not exhaustive (nor is the definition standard) and some items may not be necessarily covered by certain Insurers. It's imperative that before you make a decision for insurance, you refer to the Insurer's specific policy wording for inclusions, exclusions, terms and conditions which can be found at our website:

<http://www.crmbrokers.com.au/strata-policy-wordings> or you may contact your CRM Broker on 1300 880 494.

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