

INSURANCE TERMS - Required vs. Recommended

Maui Vista - Required Coverage:

Dwelling: is the part of your homeowner's **insurance** policy that may help pay for the rebuilding or the repair of the physical structure of your home if it's damaged by a **covered** hazard. The Association pays for the originally built structure and your dwelling coverage pays for renovations or improvements made by you or a prior owner.

Personal property: if you took your unit and shook it and turned it upside down and everything that moves, we call personal property such as electronics, toys, furniture, décor, clothing, books, kitchen equipment, etc.

Loss Assessment: A property owner's share of a loss to property owned in common by all members of a property owners association. Homeowners policies and condominium unit owners policies typically provide a small amount of coverage for such assessments, with additional amounts available by endorsement for an additional premium.

Maui Vista - Recommended Coverage:

Loss of use: covers any additional living expenses, meaning any necessary expense that exceeds what you normally spend. Example: you usually spend \$300 per month for groceries. While your home is being repaired, you spend \$400 a month since you dine out instead of cook at home. It will also protect you from any loss of rent income if your unit is rented and cannot due to a claim or if you live in the unit and need to temporarily move out due to a claim.

Personal Liability: component protects you against financial loss if you get sued for causing personal injury or property damage to other people who get injured inside your unit. It typically covers the cost of defending you in court as well as paying for any damages awarded by the court.

Medical Payments: this is the 2nd element that kicks in when a visitor is injured in your home. Medical payments pay medical bills for those who get injured while on your property up to the limit of coverage you have on your policy.