

NEWLY ACQUIRED AUTO COVERAGE

This endorsement is a part of your Personal Auto Policy and it changes your policy. Except for the changes it makes, all other terms of the policy remain the same. Please read it carefully. This endorsement applies only when the number for this endorsement is noted on the Declarations.

PART 1

Paragraphs 1, 2, and 3 of Paragraph I. **“Your covered auto” means:** in **COMMON DEFINITIONS** is deleted in its entirety and replaced with the following:

1. Any “motor vehicle” shown in the Declarations.
2. Any “newly acquired auto” if the conditions for coverage in this endorsement and related endorsement on that “newly acquired auto” are met.

“Your covered auto” does not include any “motor vehicle”:

1. “You” have asked “us” to remove from this policy.
2. If title or permanent possession is transferred to another person who is not “you”, a “resident relative”, or a driver who is rated on the policy.
3. Sold, assigned, or gifted to another person who is not “you”, a “resident relative” or a driver who is rated on the policy.

PART 2

The following terms and conditions are added to this endorsement.

DEFINITIONS

1. “Newly owned date” means the date that “you” own, take possession of, or accept delivery of a private passenger “motor vehicle”.
2. “Newly acquired additional motor vehicle” means a private passenger “motor vehicle” that, if on the “newly owned date”, “you” are not the “owner” of any other additional private passenger “motor vehicles” which are uninsured, self-insured, or insured with another insurer:
 - a. Is newly “owned” by “you” during the current policy period; and
 - b. Adds to the number of private passenger “motor vehicle(s)” being insured on this policy as listed and shown in the Declarations; and

- c. Does not permanently replace a “your covered auto” listed and shown in the Declarations;
- 3. A “newly acquired additional motor vehicle” does not include a “newly acquired replacement motor vehicle.”
- 4. “Newly acquired replacement motor vehicle” means a private passenger “motor vehicle” that:
 - a. Is newly “owned” by “you” during the current policy period; and
 - b. Permanently replaces a “your covered auto” listed and shown in the Declarations.
- 5. All coverage from this policy for the private passenger “motor vehicle” being replaced ends on the “newly owned date”.
- 6. A “newly acquired replacement motor vehicle” does not include a “newly acquired additional motor vehicle”.
- 7. “Newly acquired motor vehicle” means a private passenger “motor vehicle” newly “owned” by “you” during the current policy period, if that private passenger “motor vehicle” either is a:
 - 1. “Newly acquired replacement motor vehicle”; or
 - 2. “Newly acquired additional motor vehicle”;but only if:
 - 1. No other insurance from any company, other than “us”, applies to cover that private passenger “motor vehicle”; and
 - 2. “You” adhere to all other requirements in the following sections.

CRITERIA

- 1. Asking “us” to insure a “newly acquired motor vehicle” does not guarantee that “we” will provide coverage.
- 2. “You” pay “us” that extra premium when due if “we” provide coverage; and
- 3. “You” timely do all of the following:
 - a. Give “us” notice about:
 - i. The acquisition of that newly “owned” private passenger “motor vehicle” within the timeframes set forth below in this endorsement; and
 - ii. Which policy is to apply to that private passenger “motor vehicle” if “you” have more than one policy with “us”, or an insurance company that has common ownership with “us”.
 - b. Give “us” the information at the time of the notice that “we” need to determine:

- i. If the private passenger “motor vehicle” is an acceptable insurable risk; and
- ii. the correct added premium that will be due;

COVERAGE

1. For any coverage provided under this policy, except coverage under **PART IV:**

COVERAGE FOR DAMAGE TO “YOUR COVERED AUTO”:

- a. A “newly acquired replacement motor vehicle” will have the same coverage “we” now provide for the “motor vehicle” being replaced as shown in the Declarations, subject to the following conditions:
 - i. If “you” ask “us” to insure the “newly acquired replacement motor vehicle” within twenty (20) calendar days after the “newly owned date”, “we” will provide coverage from the “newly owned date”, and for no more than thirty (30) calendar days from the “newly owned date” until “we” officially” accept or reject coverage for this private passenger “motor vehicle” and it is shown in the Declarations.
 - ii. If “you” do not ask “us” to insure the “newly acquired replacement motor vehicle” within twenty (20) calendar days after the “newly owned date” and “we” officially accept coverage for this “motor vehicle”, coverage will only begin on the date “we” accept coverage and add the private passenger “motor vehicle” in the Declarations.
 - iii. If “you” do not ask “us” to insure the “newly acquired replacement motor vehicle” within twenty (20) calendar days of the “newly owned date” and “we” reject coverage for this private passenger “motor vehicle”, then no coverage will apply or have ever been applicable.
- b. A “newly acquired additional motor vehicle” will have the broadest coverage “we” now provide to any “your covered auto” as shown in the Declarations, for only the “named insured” and “spouse”, and subject to the following conditions:
 - i. If “you” ask “us” to insure the “newly acquired additional motor vehicle” within twenty (20) calendar days after the “newly owned date”, “we” will provide coverage from the “newly owned date”, and for no more than thirty (30) calendar days from the “newly owned date” until “we” officially” accept or reject coverage for this private passenger “motor vehicle” and it is shown in the Declarations.
 - ii. If “you” do not ask “us” to insure the “newly acquired additional motor vehicle” within twenty (20) calendar days after the “newly owned date” and “we” officially accept coverage for this private passenger

“motor vehicle”, coverage will only begin on the date “we” accept coverage and add the private passenger “motor vehicle” in the Declarations.

- iii. If “you” do not ask “us” to insure the “newly acquired additional motor vehicle” within twenty (20) calendar days of the “newly owned date” and “we” reject coverage for this private passenger “motor vehicle”, then no coverage will apply or have ever been applicable.
 - iv. No coverage will apply to any other driver of the “newly acquired additional motor vehicle” until after “we” have received notice and all policy conditions as outlined in the policy and relevant endorsements have been met.
 - v. If “you” want to add any coverage or increase or decrease any limits, those changes will not apply until after:
 - 1. “you” ask “us” to make those changes; and
 - 2. “we” determine that the “newly acquired additional motor vehicle” is an acceptable and insurable risk; and
 - 3. any added premium is added when due.
2. “Collision” coverage provided in this policy for a “newly acquired replacement motor vehicle” will have the same “collision” coverage “we” now provide to the “motor vehicle” that is being replaced, provided the Declarations indicates that “collision” coverage applies to the “motor vehicle” that is being replaced, and subject to the following conditions:
- a. If you ask “us” to insure the “newly acquired replacement motor vehicle” within five (5) calendar days after the “newly owned date”, and “we” accept coverage for the “newly acquired replacement motor vehicle”, “we” will provide coverage from the “newly owned date”. The deductible for this “newly acquired replacement motor vehicle”, will be double the current highest deductible shown in the Declarations for “collision” coverage for any “your covered auto”, or \$10,000, whichever is less, until the “newly acquired replacement motor vehicle” is listed in the Declarations with its own deductible amount listed.
 - b. “We” will only consider accepting coverage if:
 - i. “You” adhere to the notice period outlined in the previous section; and
 - ii. The “newly acquired replacement motor vehicle” is an acceptable and insurable risk; and
 - iii. The added premium must be paid when due.
 - c. If “we” provide “collision” coverage to the “newly acquired replacement motor vehicle”, and in the event of a covered “collision” loss, then “we” will pay no more than the actual cash value of the “motor vehicle” that is being replaced, until it is added to the Declarations and the other “your covered auto” is removed from the Declarations.

- d. If you ask “us” to insure the “newly acquired replacement motor vehicle” and “we” reject coverage, or the added premium is not paid when due, then no coverage will apply or have ever been applicable.
 - e. If the Declarations does not indicate that “collision” coverage applies to the “your covered auto” being replaced, or any private passenger “motor vehicle” shown in the Declarations, then no “collision” coverage will apply to the “newly acquired replacement motor vehicle” until “you” ask “us”, and “we” agree to provide collision coverage.
3. “Collision” coverage provided in this policy for a “newly acquired additional motor vehicle” will have “collision” coverage as of the “newly owned date”, provided the Declarations indicates that “collision” coverage applies to all of “your covered auto”, and subject to the following conditions:
- a. If you ask “us” to insure the “newly acquired additional motor vehicle” within five (5) calendar days after the “newly owned date”, and “we” accept coverage for the “newly acquired additional motor vehicle”, “we” will provide coverage from the “newly owned date”. The deductible for this “newly acquired additional motor vehicle”, will be double the current highest deductible shown in the Declarations for “collision” coverage for any “your covered auto”, or \$10,000, whichever is less, until the “newly acquired additional motor vehicle” is listed in the Declarations with its own deductible amount listed.
 - b. “We” will only consider accepting coverage if:
 - i. “You” adhere to the notice period outlined in the previous section; and
 - ii. The “newly acquired additional motor vehicle” is an acceptable and insurable risk; and
 - iii. The added premium must be paid when due.
 - c. If “we” provide “collision” coverage to the “newly acquired additional motor vehicle”, and in the event of a covered “collision” loss, then “we” will pay no more than the actual cash value of the highest actual cash value on any “your covered auto” at the time “you” acquire the “newly acquired additional motor vehicle”, until it is added to the Declarations.
 - d. If you ask “us” to insure the “newly acquired additional motor vehicle” and “we” reject coverage, or the added premium is not paid when due, then no coverage will apply or have ever been applicable.
 - e. If the Declarations does not indicate that “collision” coverage applies to any private passenger “motor vehicle” shown in the Declarations, then no “collision” coverage will apply to the “newly acquired additional motor vehicle” until “you” ask “us”, and “we” agree to provide “collision” coverage.
 - f. If “you” want to add any coverage or increase or decrease any limits, or select a different deductible, those changes will not apply until after:
 - 1. “you” ask “us” to make those changes;

- a. If you ask “us” to insure the “newly acquired additional motor vehicle” within five (5) calendar days after the “newly owned date”, and “we” accept coverage for the “newly acquired additional motor vehicle”, “we” will provide coverage from the “newly owned date”. The deductible for this “newly acquired additional motor vehicle”, will be double the current highest deductible shown in the Declarations for other than collision coverage for any “your covered auto”, or \$10,000, whichever is less, until the “newly acquired additional motor vehicle” is listed in the Declarations with its own deductible amount listed.
- b. “We” will only consider accepting coverage if:
 - i. “You” adhere to the notice period outlined in the previous section; and
 - ii. The “newly acquired additional motor vehicle” is an acceptable and insurable risk; and
 - iii. The added premium must be paid when due.
- c. If “we” provide other than collision coverage to the “newly acquired additional motor vehicle”, and in the event of a covered other than “collision” loss, then “we” will pay no more than the actual cash value of the highest actual cash value on any “your covered auto” at the time “you” acquire the “newly acquired additional motor vehicle”, until it is added to the Declarations.
- d. If you ask “us” to insure the “newly acquired additional motor vehicle” and “we” reject coverage, or the added premium is not paid when due, then no coverage will apply or have ever been applicable.
- e. If the Declarations does not indicate that other than collision coverage applies to any private passenger “motor vehicle” shown in the Declarations, then no other than collision coverage will apply to the “newly acquired additional motor vehicle” until “you” ask “us”, and “we” agree to provide other than collision coverage.
- f. If “you” want to add any coverage or increase or decrease any limits, or select a different deductible, those changes will not apply until after:
 1. “you” ask “us” to make those changes;
 2. “we” determine that the “newly acquired additional motor vehicle” is an acceptable and insurable risk; and
 3. any added premium is added when due.