

THIS ENDORSEMENT CHANGES THE POLICY. PLEASE READ IT CAREFULLY.

**ADD FAITHFUL PERFORMANCE OF DUTY COVERAGE
FOR GOVERNMENT EMPLOYEES**

This endorsement modifies insurance provided under the following:

GOVERNMENT CRIME COVERAGE FORM
GOVERNMENT CRIME POLICY
GOVERNMENT EMPLOYEE THEFT AND FORGERY POLICY

and applies to the Insuring Agreements designated below:

SCHEDULE

Insuring Agreement		Limit Of Insurance
<input checked="" type="checkbox"/>	Employee Theft – Per Loss Coverage	\$310,000
	Employee Theft – Per Employee Coverage	\$

Information required to complete this Schedule, if not shown above, will be shown in the Declarations.

1. The following is added to the Employee Theft Insuring Agreement designated above:
We will pay for loss or damage to "money", "securities" and "other property" resulting directly from the failure of any "employee" to faithfully perform his or her duties as prescribed by law, when such failure has as its direct and immediate result a loss of your covered property. The most we will pay for loss arising out of any one "occurrence" is the Limit Of Insurance shown in the Schedule. That Limit is part of, not in addition to, the Limit Of Insurance shown in the Declarations.
2. The following exclusions are added to Section D.2. Exclusions:
 - a. Loss resulting from the failure of any entity acting as a depository for your property or property for which you are responsible.
 - b. Damages for which you are legally liable as a result of:
 - (1) The deprivation or violation of the civil rights of any person by an "employee"; or
 - (2) The tortious conduct of an "employee", except the conversion of property of other parties held by you in any capacity.
3. The **Indemnification** Condition is replaced by the following:
We will indemnify any of your officials who are required by law to give bonds for the faithful performance of their duties against loss through the failure of any "employee" under the supervision of that official to faithfully perform his or her duties as prescribed by law, when such failure has as its direct and immediate result a loss of your covered property.
4. Paragraph (1) of the **Termination As To Any Employee** Condition is replaced by the following:
 - (1) As soon as:
 - (a) You; or
 - (b) Any official or employee authorized to manage, govern or control your "employees" not in collusion with the "employee";
learn of any act committed by the "employee" whether before or after becoming employed by you which would constitute a loss covered under the terms of the Employee Theft Insuring Agreement, as amended by this endorsement.
5. The coverage provided by this endorsement does not apply to any employee benefit plan(s) covered under the Employee Theft Insuring Agreement shown in the Schedule.

THIS ENDORSEMENT CHANGES THE POLICY. PLEASE READ IT CAREFULLY.

EMPLOYEE THEFT NAME OR POSITION SCHEDULE

This endorsement modifies insurance provided under the following:

- COMMERCIAL CRIME COVERAGE FORM
- COMMERCIAL CRIME POLICY
- EMPLOYEE THEFT AND FORGERY POLICY
- GOVERNMENT CRIME COVERAGE FORM
- GOVERNMENT CRIME POLICY
- GOVERNMENT EMPLOYEE THEFT AND FORGERY POLICY

SCHEDULE

<input type="checkbox"/> Name Schedule Coverage			
Item No.	Names Of Covered Employees	Limit Of Insurance On Each Employee	Deductible Amount On Each Employee
		\$	\$
		\$	\$
		\$	\$

<input checked="" type="checkbox"/> Position Schedule Coverage					
Item No.	Titles Of Covered Positions	Location Of Covered Positions	Number Of Employees In Each Position	Limit Of Insurance On Each Employee	Deductible Amount On Each Employee
1	President	Mundelein, IL	1	\$300,000	N/A
2	Secretary	Mundelein, IL	1	\$300,000	N/A
3	Treasurer	Mundelein, IL	1	\$300,000	N/A
Information required to complete this Schedule, if not shown above, will be shown in the Declarations.					

With regard to this Employee Theft – Name Or Position Schedule Endorsement, the provisions of the coverage form or policy to which this endorsement is attached apply, unless modified by this endorsement.

1. The following insuring agreement is added to Section **A. Insuring Agreements**:

We will pay for loss of or damage to "money", "securities" and "other property" resulting directly from "theft" committed by an identified "employee", acting alone or in collusion with other persons.

2. Section **B. Limit Of Insurance** is replaced by the following:

a. The most we will pay for all loss resulting directly from an "occurrence" is the applicable Limit Of Insurance shown in the Schedule.

b. Regardless of the number of years this insurance applies as respects a specific "employee", the most we will pay in the aggregate is the largest Limit of Insurance applicable to that "employee" even though:

(1) The coverage for that "employee" is not continuous because it has been cancelled for one or more periods; or

(2) The Limit of Insurance applicable to that "employee" has changed.

c. If this insurance applies on a Position Schedule basis, the following conditions also apply:

(1) The most we will pay for an "employee" serving in more than one position is the largest Limit of Insurance in effect and applicable to any one of those positions at the time loss is "discovered".

(2) If at the time loss is "discovered" there are more "employees" serving in a covered position than the number of "employees" listed opposite that position in the Schedule, the Limit of Insurance applicable to that position will be reduced.

The reduced Limit of Insurance will be computed by multiplying the limit shown in the Schedule by a factor obtained by dividing the number of "employees" shown in the Schedule by the actual number of "employees" serving in that position at the time loss is "discovered".

3. Section **C. Deductible** is replaced by the following:

We will not pay for loss resulting directly from an "occurrence" unless the amount of loss exceeds the Deductible Amount shown in the Schedule. We will then pay the amount of loss in excess of the Deductible Amount, up to the Limit of Insurance.

4. The following exclusions are added to Section **D. Exclusions**:

This Insuring Agreement does not cover:

a. Loss, or that part of any loss, the proof of which as to its existence or amount is dependent upon:

(1) An inventory computation; or

(2) A profit-and-loss computation.

However, where you establish wholly apart from such computations that you have sustained a loss, then you may offer your inventory records and actual physical count of inventory in support of the amount of loss claimed.

b. Loss resulting from trading, whether in your name or in a genuine or fictitious account.

c. Loss resulting from the fraudulent or dishonest signing, issuing, cancelling or failing to cancel a warehouse receipt or any papers connected with it.

5. Under Section **E. Conditions**:

a. The **Additional Premises Or Employees Condition** or the **Additional Employees Condition** does not apply to this Insuring Agreement.

b. The **Consolidation – Merger Or Acquisition Condition** does not apply to this Insuring Agreement.

c. Paragraph (1) of the **Duties In The Event Of Loss Condition** is replaced by the following:

(1) Notify us as soon as possible.

d. The **Employee Benefit Plans Condition** also applies to this Insuring Agreement. All references to Insuring Agreement **A.1.** are replaced by this Insuring Agreement.

e. The Termination As To Any Employee Condition is replaced by the following:

This Insuring Agreement terminates as to any "employee":

- (1) As soon as:
 - (a) You; or
 - (b) Any of your:
 - (i) Partners, "members", "managers", officers, directors, or trustees not in collusion with the "employee" (when coverage is written under the Commercial Crime Coverage Form, Commercial Crime Policy or the Employee Theft And Forgery Policy); or
 - (ii) Officials or employees authorized to manage, govern or control your "employees" not in collusion with the "employee" (when coverage is written under the Government Crime Coverage Form, Government Crime Policy or Government Employee Theft And Forgery Policy);

learn of "theft" or any other dishonest act committed by the "employee" whether before or after becoming employed by you.

- (2) On the date specified in a notice mailed to the first Named Insured. That date will be at least 30 days after the date of mailing.

We will mail or deliver our notice to the first Named Insured's last mailing address known to us. If notice is mailed, proof of mailing will be sufficient proof of notice.

6. Under Section F. Definitions:

- a. The definition of "occurrence" is replaced by the following:

"Occurrence" means:

- (1) An individual act;
- (2) The combined total of all separate acts whether or not related; or
- (3) A series of acts whether or not related; committed by each "employee" acting alone or in collusion with other persons, during the Policy Period shown in the Declarations, before such Policy Period or both.

- b. The definition of "employee" is replaced by the following:

"Employee" means:

- (1) Any person named in the Schedule, if coverage applies on a Name Schedule basis; or
- (2) Any person you engage to perform the duties of a position shown in the Schedule, if coverage applies on a Position Schedule basis.