

LEARN MORE: 855-509-3432 CAJUNUW.COM

EQUIPMENT BREAKDOWN FROM CAJUN UNDERWRITERS RETAIL, SERVICE AND DISTRIBUTION

Retail, service and distribution businesses have numerous insurable equipment breakdown exposures. Most retail, service and distribution businesses utilize fired and unfired pressure vessels and air conditioning systems with equipment ranging from boilers and air tanks to motors and compressors. All types of business systems are present, including, computers, printers, servers, telephone systems and routers.

Mechanical and electrical breakdowns are the most prevalent causes of loss in retail, service and distribution industries. Breakdown of mechanical or electrical equipment can lead to an interruption of business and, in the case of refrigeration compressors, lead to food spoilage.

Some jurisdictions require boilers and pressure vessels to be inspected by a qualified inspector. These services are provided at no additional charge as part of Equipment Breakdown coverage.

TYPICAL LOSSES

The compressor supporting the chiller unit mechanically seized due to moisture within the system. A replacement compressor was overnighted and installed the following day.

PROPERTY DAMAGE: \$10,025 EXTRA EXPENSE: \$800 Due to a low voltage condition, the compressor supporting the chiller at the shopping mall shorted to ground. Parts were located and the compressor was replaced within a few hours.

PROPERTY DAMAGE: \$12,000

EXPOSURES

- ✓ MOTORS
- ✓ EMERGENCY GENERATORS
- *TRANSFORMERS*
- ✓ ELECTRIC SERVICE PANELS
- **✓** SWITCHGEAR
- ✓ COMMUNICATIONS EQUIPMENT
- **COMPUTERS**
- ✓ SERVERS, ROUTERS
- COMPRESSORS
- 🗸 PUMPS
- **/** BOILERS
- ✓ REFRIGERATION UNITS
- ✓ AIR CONDITIONING UNITS

LOSS PREVENTION TIP

Have a qualified HVAC Technician check for loose electrical lead connections on refrigeration compressors and check the function of the cooler thermostat to ensure products are being held within an acceptable temperature range.

Printed in USA ©2015 Factory Mutual Insurance Company. All rights reserved. This info. sheet is made available for informational purposes only in support of the reinsurance relationship between Mutual Boiler Re and its Partner Companies. This information does not change or supplement policy or treaty terms or conditions. The liability of Mutual Boiler Re is limited to that contained in the reinsurance treaty agreement.