This Endorsement Changes The Policy. Please Read It Carefully.

BASIS OF PREMIUM

This endorsement modifies insurance provided under the following:

COMMERCIAL GENERAL LIABILITY COVERAGE FORM

The words and phrases that appear in the Declarations related to the calculation of premium have special meaning and are defined below:

1. "Admissions" means the total number of persons, other than employees of the named insured, admitted to the event(s) insured or to the event(s) conducted on the premises whether on paid admissions, tickets, complimentary tickets or passes.

2. "Area" means the total number of square feet of floor space at the insured premises.

3. "Each" This basis of premium involves units of exposure, and the quantity comprising each unit of exposure is indicated in the premium classification footnotes, such as "each person".

4. "Gross Sales" means the gross amount charged by the named insured, concessionaires of the named insured or by others trading under the insured's name for:

a. All goods or products, sold or distributed;

b. Operations performed during the policy period, including operations performed for the insured by independent contractors;

c. Rentals; and

d. Dues or fees.

"Gross Sales" does not include sales or excise taxes which are collected and submitted to a governmental division, or finance charges for items sold on installments.

5. "Payroll" means the total payroll earned during the policy period by proprietors and by all “employees”, “leased workers” and "temporary workers" of the Named Insured and includes commissions, bonuses, extra pay for overtime work and pay for holidays, vacations or period of sickness. Payroll does not include tips and other gratuities.

6. “Total Cost" means the total cost of all work let or sublet including:

a. The cost of all labor, materials and equipment furnished, used or delivered for use in the execution of the work; and

b. All fees, bonuses or commissions made, paid or due.

7. "Units" means a single room or group of rooms intended for occupancy as separate living quarters by a family, by a group of unrelated persons living together, or by a person living alone.

Sample - Do Not Use

Policy No.: