



HAZARD INSURANCE ADDENDUM

Availability Contingency

Prepared by: Agent _____
Broker _____

Phone _____
Email _____

NOTE: This form is used by a buyer agent when preparing a purchase offer and performance by the buyer is contingent on their further approval of aspects of hazard insurance, to add as an addendum a boilerplate contingency provision for buyer approval or cancellation of the transaction.

DATE: _____, 20_____, at _____, California.

Items left blank or unchecked are not applicable.

FACTS:

1. This is an addendum to the following agreement:

☐ Purchase Agreement ☐ _____

1.1 dated _____, 20_____, at _____, California,

1.2 entered into by _____, as the Buyer,

1.3 regarding real estate referred to as _____

AGREEMENT:

In addition to the terms of the agreement, Buyer and Seller agree:

2. Within _____ days of acceptance, Buyer may terminate this agreement by cancellation based on Buyer's reasonable disapproval of the availability, cost or conditions for the issuance of a hazard insurance policy for the property.

2.1 Buyer to diligently investigate and analyze hazard insurance policies insurers will issue and premiums charged for covering the property.

3. Seller represents no claims were made under any insurance policy covering the property within the past _____ year(s), including claims against building contractors, except _____

4. Seller represents no hazard insurance policy was cancelled or its renewal denied, or a surcharge imposed, within the past _____ year(s), except _____

5. Buyer by obtaining a mortgage to fund the buyer's acquisition of the property may cancel this agreement when mortgage lenders or insurers require a hazard insurance policy for coverage exceeding the replacement value of the improvements on the property.

Buyer: I agree to the terms stated above.

Date: _____, 20_____

Buyer's Signature: _____

Buyer's Signature: _____

Seller: I agree to the terms stated above.

Date: _____, 20_____

Seller's Name: _____

Seller's Signature: _____

Seller's Name: _____

Seller's Signature: _____