



# INVENTORY INSURANCE

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All client inventory must be insured. Property deposited with PSSC can be enrolled in an all risk insurance plan provided by PSSC under which properties are insured to the extent of the coverage, subject to a deductible prorated among the participating depositors in the warehouse in the event of any actual loss or damage. Alternatively, publishers can choose to self-insure.

If you self-insure, you must provide PSSC with a certificate of insurance and a subrogation waiver from your insurance carrier against fire, casualty or other such risks. If a depositor has insurance but their insurer does not provide or refuses to provide a waiver of subrogation the property shall be enrolled in PSSC's plan until the waiver is supplied. Proof of insurance must be supplied yearly by the depositors that have their own insurance otherwise the property will be added to the PSSC plan.

## **1 Publishers who are self-insuring such inventories should forward to PSSC a current certificate of insurance bearing the following endorsement:**

- It is hereby agreed that the right of subrogation is waived as respects property located on the premises of Publishers Storage and Shipping.

## **2 Publishers who wish to have PSSC to insure their inventory deposited with PSSC should know that:**

- PSSC maintains a policy naming PSSC and its clients as insured. Each publisher client is added as an insured by a specific endorsement on the date the coverage is requested.
- PSSC reports to our insurance company each month the value of the inventory of each participating publisher. The value is calculated as follows: the number of book units in inventory times the average unit value (as specified by each publisher).
- The monthly premiums will be paid by PSSC and added to the publisher's monthly invoice for services. The premium will be determined by multiplying the inventory value by the monthly rate.
- The policy has a \$1000 deductible provision. This provision is not against each participant but is prorated among all.
- The coverage is for fire, extended coverage, vandalism, sprinkler leakage and standard all risk perils. Copies of the insurance contract with endorsements as appropriate will be provided to all participants.