



## Marine Loan Insurance Requirements

### General Endorsements and Notice:

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- Insurance must be placed with companies, underwriters, associations, clubs or underwriting funds having an **A.M. Best rating of not less than "B"**.
- **Lienholder** with **Loss Payee** endorsement:

USAlliance Federal Credit Union ISAOA  
PO Box 5517  
Towson, MD 21285

- USASPECIALTY requires a minimum of **30 Days Cancellation** notice with the policy.
- The **Insurance Binder** must start on or before the funding date.
- The preferable form of evidence for property insurance is **ACORD 27**.

### Coverage(s):

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- **Property or Hull and Machinery** coverage is required for an agreed amount equal to or greater than the note amount. **Actual Cash Value (ACV) policy not acceptable**.
- **Deductibles** may not exceed 2% of the Property or Hull and Machinery coverage.
- **Breach of Warranty** is required for all loans in excess of \$1.0 million. Coverage must be equal to or greater than the note amount.
- **Liability Coverage** is required as per state statute where applicable.
- **Trailers and outboard engines** must be identified with serialized detail on the insurance binder.

These insurance requirements are for pleasure boats only.  
All exceptions require USASPECIALTY approval.