



LOSS BULLETIN

EQUIPMENT BREAKDOWN LOSS

Dry Cleaner's Boiler Experiences Rupture,
Causing Shutdown of Operation



Risk Solutions

Loss Bulletin
Number 21
**The Boiler Inspection and
Insurance Company of Canada**

www.biico.com

During an inspection of this boiler, which provided 100-psi steam to clothing presses, an eight-inch bulge was discovered. It was located inside, on the waterside of the boiler and caused a one-inch crack on the inner shell weld. This is a common occurrence due to heavy scale and sediment buildup.

It was determined, in the best interest of the insured, to replace this boiler with a new one within seven days, rather than repair it, taking three weeks. In the replacement process, walls within the dry cleaner were removed and reinstalled, allowing access.

To prevent a reoccurrence, daily blowdowns and a water treatment plan were instituted by the insured.

Loss Details

Nature of Business: Dry cleaner
Type of Equipment:
Vertical fire tube boiler
Age of Equipment: 9 years

Final Loss Settlement:
Property damage - \$21,152.00
Business interruption - \$5,455.00
Total - \$26,607.00



HSB BI&I