



Dry cleaner's boiler experiences rupture, causing shutdown of operation

Equipment breakdown loss

HSB Canada, part of Munich Re, is a technology-driven company built on a foundation of specialty insurance, engineering, and technology, all working to drive innovation in a modern world, to keep you ahead of risk.

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

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These examples summarize actual and possible losses and coverage.

For all terms, conditions and exclusions, consult the actual policy.

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