



## Aircraft Loan Insurance Requirements

### General Endorsements and Notice:

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- Insurance shall 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 212853
- USALLIANCE requires a minimum of **30 Days Cancellation** notice with the policy.
- The **Insurance Binder** must start on or before the note date.
- The preferable form of evidence for property insurance is **ACORD 27**.

### Coverage(s):

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- **Property or Airframe** coverage is required for the agreed value of the aircraft, not to be less than USASPECIALTY loan amount. **Actual Cash Value (ACV) is not acceptable.**
- **Deductibles** may not exceed 2% of the Property or Hull and Machinery coverage.
- **Breach of Warranty** is required for all loans. Coverage must be equal to or greater than the note amount.
- **Liability Coverage** is required as per state statute where applicable.

\* These insurance requirements are for pleasure aircrafts only. All exceptions require USASPECIALTY approval.