**INSTRUCTIONS FOR ALTA ENDORSEMENT FORM 1-06**

**STREET ASSESSMENTS**

**PURPOSE OF ENDORSEMENT**

The ALTA 1-06 Street Assessments Endorsement insures against loss resulting from the lack of priority of the lien of the Insured Mortgage over the lien for any street assessments due for street improvements under construction or completed at Date of Policy.

**UNDERWRITING REQUIREMENTS**

Since street assessments (or other betterments) which are outstanding at the Date of Policy can take priority over the lien of the Insured Mortgage, it is necessary to review the record title to determine that there are no outstanding recorded assessments or assessment liens, and to check with the appropriate municipal department to confirm that there are no pending but unrecorded assessments for street improvements under construction or recently completed prior to issuing this endorsement.

With the creation and use of the ALTA Standard Loan Policy (Revised 6-17-06), the continued need for this endorsement is questionable. Covered Risk 11(b) of the 2006 ALTA Loan Policy insures against loss or damage resulting from the lack of priority of the lien of the Insured Mortgage over the lien of any assessments for street improvements under construction or completed at Date of Policy.

***Please contact a member of CATIC's underwriting staff if there are questions about the issuance of this endorsement.***

**STREET ASSESSMENT ENDORSEMENT**

Attached to and made a part of Policy No.

The Company insures against loss or damage sustained by the Insured by reason of the lack of priority of the lien of the Insured Mortgage over the lien of any assessments for street improvements under construction or completed at Date of Policy.

This endorsement is issued as part of the policy. Except as it expressly states, it does not (i) modify any of the terms and provisions of the policy, (ii) modify any prior endorsements, (iii) extend the Date of Policy, or (iv) increase the Amount of Insurance. To the extent a provision of the policy or a previous endorsement is inconsistent with an express provision of this endorsement, this endorsement controls. Otherwise, this endorsement is subject to all of the terms and provisions of the policy and of any prior endorsements.

|  |  |
| --- | --- |
|  | CATICByJAMES M. CZAPIGA, PRESIDENT |