

## FARMERS MUTUAL INSURANCE ASSOCIATION

PLEASE READ THIS ENDORSEMENT CAREFULLY, AS IT MODIFIES THE POLICY.

### FARM PACK ENDORSEMENT

With respect only to the coverages provided by this endorsement, **your** policy is amended to provide the coverages described below.

#### FARM PROPERTY COVERAGES

Limitations on Blanket Farm Personal Property are replaced with the following. The special **limits** shown below do not increase the Coverage E **limit**.

- a. The value of each head of **livestock** that is not scheduled is limited to \$2,500 per head;
- b. **Our limit** for any one stack, bag or pile of hay, straw, silage or fodder is limited to \$100,000. Any group of stacks, bags, piles or bales of hay, straw, silage or fodder separated by less than 50 feet is considered one stack; and
- c. **Our limit** for all **poultry** insured by this policy is \$10,000.

#### INCIDENTAL PROPERTY COVERAGES

Incidental Property Coverage 2. Territorial Limits in the MS-5 Standard Farm Form is replaced with the following:

2. Territorial Limits – On scheduled and blanket farm personal property Coverage E, territorial coverage is extended to farm personal property located temporarily off the insured premise but within the borders of the states of Iowa, Nebraska, South Dakota, Minnesota, Wisconsin, Illinois, and Missouri subject to any restriction of coverages listed below.
  - a. Grain, Hay in Barns, Hay in stacks, or other Farm Personal Property – you may apply the limit for grain, hay in barns, hay in stacks, or other farm personal property. This does not cover grain, hay in barns, hay in stacks, or other farm personal property while:
    - 1) Being stored or processed in manufacturing plants, public elevators, warehouses, seed houses, or drying plants;
    - 2) In transit by common carrier; or
    - 3) In public sales barns and yards.
  - b. Livestock – Livestock is covered while temporarily removed from the insured premises. This does not cover livestock in transit by common carrier, in public stockyards, in commercial feedlots or in a condominium.

Incidental Property Coverage 6. New Construction of **Farm Service Buildings** in the MS-5 Standard Farm Form is replaced with the following:

6. New Construction of **Farm Service Buildings** – **We** cover newly constructed **farm service buildings** located on the **insured premises** beginning on the day construction begins. This coverage will cease 60 days after the day construction begins or when the policy is terminated, whichever occurs first.

**Our limit** for all new **farm service buildings** under construction is the greater of:

  - a. \$50,000; or
  - b. 10 percent of the total amount of insurance applying to all **farm service buildings** listed on this policy. This sum does not include **farm service buildings** under construction.

The following Incidental Property Coverages are added.

1. Farm Extra Expense – **We** cover up to \$10,000 per occurrence for the additional expense necessary to resume normal farming operations following damage caused by a covered peril to property covered under Coverage E – Farm Personal Property and Coverage F – Farm Service Buildings. This coverage applies only during the necessary and reasonable time required to repair, rebuild, or replace the damaged property. This period shall not be shortened by the expiration of the policy.

2. Farm Interruption – **We** will pay up to \$10,000 per occurrence, regardless of how many buildings it applies to, for the actual loss of **farm earnings you** sustain during the **period of restoration** if such loss necessitates interruption of **your normal farm operations**. The interruption must be the result of direct physical loss of or damage to **property**, caused by a covered peril:

For purposes of this incidental property coverage, the following Definitions are added:

- a. **Farm Earnings** means net profit less payroll expense taxes, interest, rents, and all other operating expenses.
- b. **Normal farm operations** mean the conditions that existed before the loss occurred.
- c. **Period of restoration** means the time it should reasonably take to resume **your normal farm operations**. This period of time:
  - 1) Begins immediately after the time of direct physical loss or damage to the **property**; and
  - 2) Ends on the earliest of the following dates:
    - a) The date when the **property** should be repaired, rebuilt, or replaced with reasonable speed and similar quality; or
    - b) The date when **normal farm operations** are resumed.
- d. **Property** means the insured building or attached equipment only.

For purposes of this incidental property coverage, the following Condition is added:

- a. The **insured** shall cooperate and assist **us** in any matter relating to a claim or suit. This includes making every effort to reduce loss by:
  - 1) Making complete or partial use of the **property** described herein whether damaged or not; and
  - 2) By making use of other available **property** or facilities.

Such reduction shall be taken into consideration in arriving at the amount of loss under this endorsement.

This coverage is excess over any other farm interruption coverage scheduled on the policy.

- 3. Leased Equipment – **We** will pay up to \$25,000 per occurrence for leased equipment being used by the **insured**, but not scheduled on the policy. The coverage provided is for the standard perils listed under the Farm Perils Section of the MS-5 Standard Farm Form.
- 4. Electric Poles and Wiring and Well Pump Motors – **We** will pay up to \$2,500 for electric poles and wiring, and up to \$2,500 for well pump motors. The coverage provided is for the standard perils listed under the Farm Perils Section of the MS-5 Standard Farm Form. If the policy already provides coverage for either of these items, the amounts listed will be in addition to the scheduled amount on the policy declarations page.
- 5. No Depreciation on Machinery Repairs – No depreciation will be considered when repairs are made to **Self Propelled Farm Implements or Farm Machinery** as defined in the MS-5 Standard Farm Form, subject to the following conditions:
  - a. Applies only to repairs; and
  - b. The amount **we** will pay for repairs will not exceed the actual cash value of the repaired item.
- 6. Theft of Building Materials – **We** will pay up to \$10,000 for theft of building materials that are located on the **insured premises** for the construction of a structure to be located on the **insured premises**. This includes any act of theft or attempt of theft. **We** do not cover loss:
  - a. Of materials insured by a contractor, builder, lumberyard or supplier; or
  - b. Committed by an **insured**, employee, tenant, contractor or employee of a contractor, or to any person to whom the property is entrusted.
- 7. Farm Data and Records Coverage – **We** will pay up to \$5,000 for expenses directly related to restoring farm records, data, livestock registration papers, and financial records related to the farming operation when they have been damaged or destroyed due to a covered loss under this policy. This coverage applies to paper and electronic data.
- 8. Fire Department Coverage – **We** will pay up to an additional \$1,000 of fire department coverage only if the policy already has Fire Department coverage listed on the declarations page. The additional **limit** can be used for the responding jurisdiction and/or mutual aid.

## HOW MUCH WE PAY FOR LOSS OR CLAIM

Deductible is amended to include the following:

Policy deductible or any special deductible will only apply per occurrence, and not separately at each covered farm location. This applies to farm locations only and does not include residential property located within city limits.

## COVERAGE FOR FARM MACHINERY ONLY

Exclusion 4. Damage to tires or tubes in the MS-6 Additional Coverage For Machinery Form is deleted for all farm implements and machinery insured on this policy.

d. Special **Limits** of Liability under 2. **Our Limit** in the MS-6 Additional Coverage For Machinery Form is amended to include the following:

- v. Tires, Tubes, Tracks and Service – **Our** limit for loss to tires, tubes, or tracks is \$5,000 per occurrence. A \$500 deductible applies to this coverage. Delivery, service, and towing charges are included in this coverage, but are subject to the \$5,000 limit.

**We** will pay the actual cash value of the damaged property at the time of loss. If there is damage to one tire, tube, or track, **we** will only pay to repair or replace the damaged tire, tube or track. **We** will not replace a pair or set of tires, tubes, or tracks due to damage to one tire, tube or track.

The loss must be sudden and accidental. Normal wear and tear is not covered.

All other **terms** and conditions of this policy apply.