



## COVERAGE F - REPLACEMENT COST PROVISION

Refer to Supplemental Declarations if information is not shown on this form.

The optional added coverage under this endorsement is subject to the *terms* of **HOW MUCH WE PAY FOR LOSS OR CLAIM** in the General Policy Provisions.

### REPLACEMENT COST PROVISIONS

This provision applies only to those *farm structures* and additional farm dwellings shown on the Coverage F schedule and then only when the *replacement cost* provision is so noted and the loss results directly from a covered cause of loss. The amount of insurance applying to *farm structures* scheduled under Coverage F is subject to the following added *terms*:

1. This provision does not apply to:
  - a. any farm structure that is not in good repair or usable condition;
  - b. detachable building items including screens, awnings, storm doors and windows, and window air conditioners; or
  - c. outdoor structures (other than buildings) which are not permanent components or fixtures of a farm structure. These include (but are not limited to) swimming pools, fences, paved areas, submersible pumps and sump pumps.
2. If the amount of insurance on the damaged *farm structure* is less than 80 percent of its *replacement cost* at the time of loss, *we* pay the larger of the following (in excess of the deductible):
  - a. actual cash value of the damaged part of the *farm structure*; or
  - b. that proportion of the *replacement cost* of the damaged part which *our* amount of insurance on the *farm structure* bears to 80 percent of the full current *replacement cost* of the *farm structure*.
3. If the policy indicates that Coverage F *Replacement Cost* Coverage applies (see Declarations Page or Endorsement) and if the amount of insurance on the damaged *farm structure* is at least 80 percent of its *replacement cost* at the time of loss, *we* pay the full cost of repair or replacement of the damaged part without deduction for depreciation. *We* pay the smallest of the following amounts:
  - a. the amount of insurance applicable to the scheduled *farm structure*;
  - b. the cost (in excess of the deductible) to repair or replace the damage on the same premises using materials of equivalent kind and quality, to the extent practicable; or
  - c. the amount (in excess of the deductible) actually and necessarily spent to repair or replace the covered damage.
4. When the cost to repair or replace exceeds the lesser of \$1,000 or 5 percent of the applicable amount of insurance on the damaged *farm structure*, *we* do not pay more than the actual cash value of the covered loss until actual repair or replacement is completed.
5. *You* may make a claim for the actual cash value amount of the covered loss before repairs are made. A claim for any additional amount payable under this provision must be made within 180 days after the loss.

All other *terms* and conditions remain unchanged.