

**THIS ENDORSEMENT CHANGES THE POLICY. PLEASE READ IT CAREFULLY.**

## **HIGH VALUE DWELLING ENDORSEMENT**

This endorsement modifies insurance provided under the following:

FARM PROPERTY – FARM DWELLINGS, APPURTENANT STRUCTURES AND HOUSEHOLD  
PERSONAL PROPERTY COVERAGE FORM  
FARM PROPERTY – OTHER FARM PROVISIONS FORM – ADDITIONAL COVERAGES,  
CONDITIONS, DEFINITIONS

As used in this endorsement "high value dwelling" means a covered "dwelling" designated in the High Value Dwelling Schedule FP T0 86.

**A.** The FARM PROPERTY – FARM DWELLINGS, APPURTENANT STRUCTURES AND HOUSEHOLD PERSONAL PROPERTY COVERAGE FORM is revised as follows:

1. With respect only to "high value dwellings", the LOSS CONDITION – VALUATION provisions, B.1 and B.2, applicable to Coverage A – Dwellings under **SECTION I – COVERAGES** are deleted and replaced with the following:

### **LOSS CONDITION – VALUATION**

#### **a. Valuation Provisions**

- (1) The basis for loss settlement will be replacement cost (without deduction for depreciation) up to 125% of the Coverage A – Dwellings Limit of Insurance shown in the Declarations. This will include the cost to replace damaged glass with safety glazing material, if required by law.
- (2) You may make a claim for loss or damage covered by this insurance on an actual cash value basis (subject to the Limit of Insurance shown on the Farm Property Coverage Part Declarations) instead of on a replacement cost basis. In the event you elect to have loss or damage settled on an actual cash value basis, you may still make a claim for the additional coverage this endorsement provides if you notify us of your intent to do so within 180 days after the loss or damage.
- (3) We will not pay on a replacement cost basis for any loss or damage:

- (1) Until the lost or damaged property is actually repaired or replaced; and

- (2) Unless the repairs or replacement are made as soon as reasonably possible after the loss or damage.

- (4) We will not pay more for loss or damage on a replacement cost basis than the lessor of:

- (1) The cost to replace, on the same premises, the lost or damaged property with other property;

- (a) Of comparable design, material and quality; and

- (b) Used for the same purpose; or

- (2) The amount you actually spend that is necessary to repair or replace the lost or damaged property.

#### **b. Reporting Provisions**

You agree to report to us, within 90 days of the start of construction or acquisition, the full replacement cost of:

- (1) Additions to or alterations of the above structures;

- (2) Personal property owned by you to maintain or service the above structure or premises; and

- (3) Permanently installed fixtures, machinery and equipment.

If you do not do so, the Additional Replacement Cost Protection, as outlined under the Valuation Provisions above, does not apply.

**c. Premium Provision**

We may adjust the Limit(s) of Insurance for the structures indicated in the schedule (and the corresponding premiums) to reflect any increase in construction cost reported to us by a recognized appraisal company as of the time of loss.

- 2. The following coverages contained in **SECTION II – Coverage Extensions** are revised as follows:

**B. Structures Used Solely As Private Garages**

With respect only to unattached structures used solely as private garages at the location(s) of "high value dwelling(s)", the maximum you may apply, as an additional amount of insurance, is increased from 10% to 20% of the Limit of Insurance shown in the Declarations for Coverage A – Dwellings. This coverage also includes outdoor radio and TV antennas and satellite dishes attached to such garages.

**D. Refrigerated Products – Not "Farm Personal Property"**

The amount we will pay for loss of or damage to contents of a freezer or refrigerated unit, in a "high value dwelling" you occupy or a structure appurtenant to it, is increased from \$500 to \$1,000.

- 3. The following coverages are added under **SECTION III – Additional Coverages**. Each of these Additional Coverages are included in the Limit(s) of Insurance shown in the Declarations unless otherwise indicated.

**E. Ordinance or Law**

- 1. This following coverage is included in the Limit(s) of Insurance shown in the Declarations as applicable to the "high value dwelling":

**a. Loss to Undamaged Portion of "High Value Dwelling":**

If a Covered Cause of Loss occurs to a "high value dwelling", we will pay for the loss in value of the undamaged portions as a consequence of enforcement of any ordinance or law that:

- (1) Requires the demolition of parts of the same property

not damaged by a Covered Cause of Loss;

- (2) Regulates the construction or repair of "high value dwellings", or establishes zoning or land use requirements at the "insured location" identified in the schedule; and
- (3) Is in force at the time of loss.

If Replacement Cost valuation applies and the property is repaired or replaced, on the same or another premises, we will not pay more than the lesser of:

- (a) The amount you actually spend to repair, rebuild or reconstruct the "high value dwelling", but not for more than the amount it would cost to restore the "high value dwelling" on the same premises and to the same height, floor area, style and comparable quality of the original property insured; or
- (b) The Limit of Insurance that applies to the "high value dwelling", including any increase due to the application of the 125% valuation provisions in section A.1 of this endorsement.

If Replacement Cost valuation applies and property is not repaired or replaced, or if Replacement Cost valuation does not apply, we will not pay more than the lesser of:

- (a) The actual cash value of the "high value dwelling" at the time of loss; or
- (b) The Limit of Insurance shown in the Declarations as applicable to the "high value dwelling".

- 2. You may use up to an additional 30% of the Coverage A – Dwellings Limit of Insurance as shown in the Declarations for the following:

**a. Demolition Cost**

If a Covered Cause of Loss occurs to a "high value dwelling", we will pay the costs that you incur for demolishing and clearing the site of undamaged parts of the "high value dwelling", when demolition is a consequence of enforcement of a building, zoning or land use ordinance or law in force at the time of loss.

**b. Increased Cost To Reconstruct In Compliance With Ordinance Or Law**

If a Covered Cause of Loss occurs to a "high value dwelling", we will pay the increased costs that you incur to:

- (1) Repair or reconstruct damaged portions of the "high value dwelling"; and/or
- (2) Reconstruct or remodel undamaged portions of the "high value dwelling", whether or not demolition is required;

when the increased cost is a consequence of enforcement of the minimum requirements of a building, zoning or land use ordinance or law in force at the time of loss.

However,

- (1) We will not pay until the property is actually repaired or replaced, at the same or another premises, and unless the repairs or replacement are made as soon as reasonably possible after the loss or damage, not to exceed two years. We may extend this period in writing during the two years.
- (2) If you reconstruct on a new site because the ordinance or law prohibits reconstruction on the original site, we will not pay more than the increased cost of construction on the new site.

(3) We will only pay the increased repair or reconstruction costs you incur for a "high value dwelling" designed for no more than the same number of families as the current "high value dwelling" and that is intended for similar occupancy as the current building, unless such occupancy is not permitted by zoning or land use ordinance or law.

3. We will not pay any costs incurred due to any ordinance or law that:

- a. You were required to comply with before the loss, even if the building was undamaged; and
- b. You failed to comply with.

4. If, in the repair, reconstruction, or remodeling of the "high value dwelling", any applicable building, zoning, or land use ordinance or law in force at time of loss is not complied with as a result of your contractor's error, negligence or inadequate knowledge of that ordinance or law, we will not pay any increased cost you incur in rectifying the work to effect compliance.

5. This ordinance or law coverage applies only in response to the minimum requirements of the ordinance or law. Losses and costs incurred in complying with recommended actions or standards that exceed actual requirements are not covered under this endorsement.

6. We will not pay any costs associated with the enforcement of any ordinance or law that requires any "insured" or others to test for, monitor, clean up, remove, contain, treat, detoxify or neutralize, or in any way respond to, or assess the effects of "pollutants".

**F. Electronic Data And Restoration**

We will pay up to an additional \$2,000 for your costs to research, replace or restore the lost information on your personal data stored on "electronic data processing equipment" which you own or possess anywhere in the world. This coverage ap-

plies only if the damage is a result of a covered cause of loss and only if the data is actually replaced or recreated at your expense.

"Electronic data processing equipment" means:

- b. Programmable electronic equipment (hardware) that is used to store, retrieve and process data; and
- b. Associated peripheral equipment that provides communication, including input and output functions such as printing, or auxiliary functions such as data transmission.

**G. Lock Replacement Cost**

We will pay you an amount, not to exceed \$500, that you incur in changing the locks on your "high value dwelling", or on covered structures at the location of your "high value dwelling", when your keys have been stolen. This additional coverage will apply only if you notify us in writing within 72 hours of discovering the theft and you report the theft to the police. No deductible applies to this coverage.

**H. Fire Extinguisher Recharge**

We will pay up to an additional \$1,000 for the cost of recharging your Underwriters Laboratories listed or Factory Mutual approved type ABC (multipurpose) fire extinguishers or dry chemical fixed pipe fire extinguishing systems after being used in fighting a fire on your "high value dwelling" premises or on adjoining premises.

**I. Reward**

1. In the event of loss or damage to Covered Property due to an act of arson, theft or vandalism, we will reimburse the "Insured" for amounts the "Insured" offers and subsequently pays as a reward to anyone, other than the "Insured", the "Insured's" family members, the "Insured's" officers, partners or directors, for information leading to:
  - a. The arrest and conviction of any person(s) responsible for the arson, theft or vandalism loss; or
  - b. The recovery of stolen property.

2. The most we will pay under this coverage for all rewards paid for information regarding any one arson, theft or vandalism is:
  - a. 25% of:
    - (1) The amount we pay for the arson loss (prior to the recovery of any stolen property); plus
    - (2) The deductible in this policy applicable to that loss;
  - or
  - b. \$5,000

whichever is less. This coverage applies as an additional amount of insurance.

3. No deductible applies to this coverage.

4. The following coverages contained in **SECTION III – Additional Coverages** are revised as follows:

**B. Removal Of Fallen Trees**

The maximum amount we will pay under this Additional Coverage for each "high value dwelling" is increased to \$2,000 in any one loss regardless of the number of fallen trees. No more than \$1,000 of this limit will be available for the removal of any one tree.

**C. Credit Cards And Fund Transfer Cards; Forgery; Counterfeit Currency**

The maximum amount we will pay for credit cards and fund transfer cards, forgery and counterfeit currency is increased from \$500 to \$10,000, unless a higher limit is indicated in the Declarations.

- B. The FARM PROPERTY – OTHER FARM PROVISIONS FORM – ADDITIONAL COVERAGES, CONDITIONS, DEFINITIONS FORM is revised as follows:

**3. Damage To Property Removed For Safekeeping**

The 30 day coverage period provided by this policy is increased to 90 days for household personal property removed from a "high value dwelling".