

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

## SPOILAGE COVERAGE – PERISHABLE FARM PERSONAL PROPERTY

This endorsement modifies insurance provided under the following:

CAUSES OF LOSS FORM – FARM PROPERTY  
 FARM PROPERTY – FARM PERSONAL PROPERTY COVERAGE FORM  
 FARM PROPERTY – OTHER FARM PROVISIONS FORM – ADDITIONAL COVERAGES, CONDITIONS,  
 DEFINITIONS

SCHEDULE*			
"Insured Location" No.	Bldg. No.	Description Of Perishable Farm Personal Property	Limit Of Insurance
SAMPLE			

Refrigeration Maintenance Agreement	Refrigeration Back-Up System Warranty	Cause Of Loss Breakdown Or Contamination	Cause Of Loss Public Power Outage	Selling Price

\*Information required to complete this Schedule, if not shown on this endorsement, will be shown in the Declarations.

If coverage is indicated in the Declarations for Coverage E – Scheduled Farm Personal Property, the Farm Property – Farm Personal Property Coverage Form is extended to insure against direct physical loss of or damage to "perishable farm personal property" indicated in the Schedule, caused by the Covered Cause(s) of Loss, as provided by this endorsement.

The following provisions (A. through J. inclusive) apply to the coverage provided by this endorsement:

**A. Paragraph 1. Covered Property under Coverage E – Scheduled Farm Personal Property** is replaced by the following:

**1. Covered Property**

Covered property means "perishable farm personal property" shown in the Schedule at the "insured location" owned by you.

**B. The following is added to Paragraph 2. Property Not Covered under Coverage E – Scheduled Farm Personal Property:**

- f. Property located:
  - (1) On buildings;
  - (2) In the open; or
  - (3) In vehicles.

**C. Paragraph 3. Special Limits Of Insurance, under Coverage E – Scheduled Farm Personal Property, does not apply.**

**D. Paragraphs A., B., C. and D. in the Causes Of Loss Form – Farm Property are replaced by the following:**

## COVERED CAUSES OF LOSS

Subject to the exclusions described in Item **G.** of this endorsement, Covered Causes of Loss means the following as indicated in the Schedule:

1. Breakdown or Contamination, meaning:
  - a. Change in temperature or humidity resulting from mechanical breakdown or mechanical failure of refrigerating, cooling or humidity control apparatus or equipment, only while such apparatus or equipment is at the "insured location" shown in the Schedule; or
  - b. Contamination by a refrigerant, only while the refrigerating apparatus or equipment is at the "insured location" shown in the Schedule.

Mechanical breakdown and mechanical failure do not mean power interruption, regardless of how or where the interruption is caused and whether or not the interruption is complete or partial.

2. Public Power Outage, meaning change in temperature or humidity resulting from complete or partial interruption of electrical power generated from a public utility to refrigerating, cooling or humidity control apparatus or equipment at the "insured location" shown in the Schedule.

**E. Section II Coverage Extensions A. through F.** in the Farm Property – Farm Personal Property Coverage Form do not apply.

### F. Selling Price

If Selling Price is indicated in the Schedule, the following is added to the Valuation Loss Condition in Paragraph **B. Coverage E Conditions** in the Farm Property – Farm Personal Property Coverage Form:

In the event of loss or damage, the value of "perishable farm personal property" held ready for sale will be determined at its selling price as if no loss or damage has occurred, less discounts and expenses you otherwise would have had.

**G. Section E. Exclusions in the Causes Of Loss Form – Farm Property** is replaced by the following:

### E. Exclusions

1. Of the Exclusions contained in Section **E.** of the Causes Of Loss Form – Farm Property, only the following apply to Spoilage Coverage for "perishable farm personal property":
  2. Earth Movement;
  3. Governmental Action;
  4. Intentional Loss;
  5. Nuclear Hazard;
  8. War and Military Action; and
  9. Water.
2. The following Exclusions are added:

We will not pay for loss or damage caused by or resulting from:

- a. The inability of a public utility to provide sufficient power due to:
  - (1) Lack of fuel; or
  - (2) Governmental order.
- b. Breaking of any glass that is a permanent part of any refrigerating, cooling or humidity control unit.
- c. The disconnecting of any refrigerating, cooling or humidity control system from the source of power.
- d. The deactivation of electrical power caused by the manipulation of any switch or other device used to control the flow of electrical power or current.
- e. The complete or partial interruption of power from a private power source.

**H.** The Loss Conditions in Paragraphs **1.** and **2.** of Paragraph **B. Coverage E Conditions** in the Farm Property – Farm Personal Property Coverage Form, do not apply.

**I.** The following is added to Paragraph **B. Coverage E Conditions** in the Farm Property – Farm Personal Property Coverage Form:

### 1. Additional Condition – Refrigeration Maintenance Agreements

If Breakdown or Contamination is designated as a Covered Cause of Loss and a refrigeration maintenance agreement is shown as applicable in the Schedule, the following condition applies:

You must maintain a refrigeration maintenance or service agreement as described below. If you voluntarily terminate this agreement and do not notify us within 10 days, the insurance provided by this endorsement under the Breakdown or Contamination Covered Cause of Loss will be automatically suspended at the location involved.

A refrigeration maintenance agreement means a written service contract, between you and the refrigeration service organization, which provides for regular periodic inspection of the refrigeration equipment at the "insured location", and the servicing and repair of the equipment, including emergency response at the "insured location".

### 2. Additional Condition – Refrigeration Back-Up System Warranty – Applicable To Spoilage Coverage For Semen

If:

- a. Public Power Outage is designated as a Covered Cause of Loss; and
- b. Semen is listed in the Schedule; and

- c. Refrigeration Back-Up System Warranty is shown as applicable in the Schedule;

the following condition applies:

You must meet all the specifications of either Paragraphs (1) or (2), as follows:

- (1) A functioning power failure alarm system, functioning auxiliary generator and caretaker are always on the "insured location"; or
- (2) A functioning power failure alarm system and functioning automatic starting auxiliary generator are always on the "insured location".

If you suspend operation of the measures described in Paragraphs (1) and (2) above, and you do not notify us within 10 days, the insurance provided by this endorsement for spoilage of semen caused by public power outage will be automatically suspended at the location involved.

- J. The following is added to **Section C. Definitions** of the **Farm Property – Other Farm Provisions Form – Additional Coverages, Conditions, Definitions:**

"Perishable farm personal property" means supplies and products of farming and ranching operations, including but not limited to meat, poultry and fish products, drugs, vitamins, plasma, blood, medicine, milk and produce, that are:

- a. Maintained under controlled temperature or humidity conditions for preservation; and
- b. Susceptible to loss or damage if the controlled temperature or humidity conditions change.

With respect to meat, poultry and fish products, "perishable farm personal property" excludes animals killed as a result of a Cause of Loss covered under this endorsement.

SAMPLE