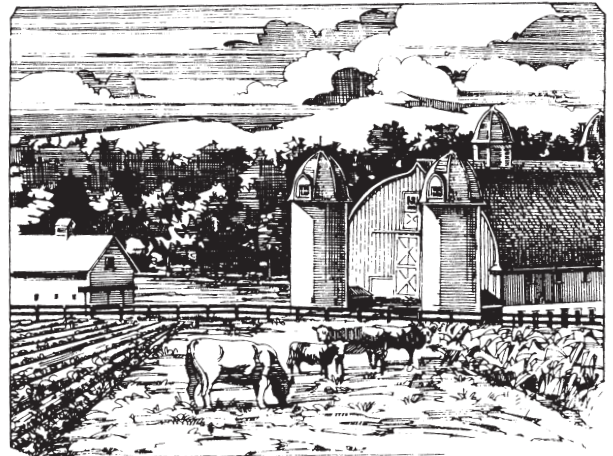


Your Insurance Policy



FARM PROTECTOR PACKAGE



Mendota Mutual Insurance Company

1019 Main Street, P.O. Box 498
Mendota, Illinois 61342
815-539-3426

*This package contains important legal
documents.*

Keep them in a safe place.

PLEASE READ YOUR POLICY CAREFULLY

Your insurance policy is made up of the policy booklet, the policy declaration page(s), and any accompanying endorsements.

IF YOU HAVE A CLAIM, YOU SHOULD:

1. Take all precautions or necessary action to prevent additional harm to persons or property.
2. Discuss the accident or claim only with the civil authorities and your or our representative(s).
3. Notify your agent as soon as possible. He will assist you with claim procedures and state reporting regulations.

If you should have any questions about your insurance, please contact your agent or this company.

FARM PROTECTOR PACKAGE

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This policy is written in new, simplified language format. To make it easier for you to understand the policy, definitions of key terms, which are in bold print throughout the policy, are included on a special Definitions Page at the beginning of the policy.

FARM PROTECTOR POLICY

SECTION I – DEFINITIONS

THE TERMS THAT ARE DEFINED BELOW ARE IN BOLD FACE TYPE WHEN THEY APPEAR IN THE TEXT OF THIS POLICY.

1. **We, Us** and **Our** mean the Insurance Companies shown in the declarations.
2. **You** and **your** mean the policyholder named in the declarations and spouse, if living in the same household. **You** and **your** also mean a partnership, corporation, estate or trust as stated in the declarations.
3. **Insured** means the following residents of **your** household:
 - A. **You**;
 - B. **Your** relatives;
 - C. Any other person under the age of 21 in the care of those named above.
4. **Actual cash value** means the amount determined by replacement cost of the building or personal property less depreciation. Depreciation for purposes of these computations shall be based upon age, expected useful life, condition and obsolescence.
5. **Business** means any full or part-time trade, profession or occupation, other than farming.
6. **Business property** means:
 - A. **Business** furniture, fixtures, equipment (including data processing or computer equipment and the recording or storage media used with the data processing or computer equipment for **business**, farming, or personal purposes), or supplies (including blank or unexposed records or storage media and data processing or computer software that is capable of retail replacement with other of like kind and quality), or inventory.
 - B. Any part of an **insured location** in which a **business** is conducted.
 - C. The rental or holding for rental of any part of an **insured location** by an **insured**.

Business property does not mean:

 - A. Farms.
 - B. The rental or holding for rental of an **Insured's residence**:
 - (1) On an occasional basis for us as a **residence**;
 - (2) In part, unless intended for use as a **residence** by more than two roomers or boarders;
- (3) In part as an office, school or studio.
- C. The rental or holding for rental of an **insured location**:
 - (1) For private garages not to exceed three stalls or car spaces.
- D. Electronically stored information on tapes, wires, discs, or other software media created by or for the **Insured** for **business**, farming or personal purposes.
7. **Farm outbuilding** means any farm structure other than a dwelling.
8. **Farming operations** means those operations usual and incidental to agriculture, including the cultivation of land, raising of farm products and raising and feeding of **livestock**.
9. **Insured location** means all locations described in the declarations which **you** own, rent or operate.
10. **Livestock** means farm animals, to include cattle, goats, horses, mules, donkeys, ponies, sheep and swine. Cats, dogs and furbearing animals are not considered **livestock**.
11. **Motor vehicle** means a motorized land vehicle, trailer or semi-trailer (including any attached machinery or apparatus), designed principally for travel on public roads. The following are not considered **motor vehicles** unless they are being towed by or carried on a **motor vehicle**:
 - A. utility, boat, camping or travel trailer;
 - B. farm implements;
 - C. farm machinery;
 - D. **recreational motor vehicles**;
 - E. any equipment which is designed for use principally off public roads and not licensed for road use.
12. **Occurrence** – Property Coverage, means an accident, including exposure to conditions, which results in damage to property, but does not include the loss of use of property.
13. **Recreational motor vehicle** means any motorized vehicle designed for recreation, principally used off public roads and not licensed for road use.
14. **Residence** means a one or two family dwelling and grounds. **Residence** also means that part of any other building used as a private **residence**, but it does not include any portion used for **business** purposes.

15. **Residence location** means:
- A. the one family dwelling, other structures, and grounds; or
 - B. that part of any other building;
- where you reside and which is shown as the “**residence location**” in the Declarations.

AGREEMENT

We agree with **you**, in return for **your** premium payment, to provide insurance for direct loss subject to all the terms of this policy. **You** have the coverages described in the declarations, subject to the indicated amounts of insurance.

SECTION I – PROPERTY COVERAGE

COVERAGE A – DWELLING

We insure the dwelling(s) on the **insured location** including attached structures. This coverage also includes:

1. Materials on or adjacent to the **insured location** or temporarily elsewhere for the construction, alteration or repair of the dwelling(s).
2. Detached building items such as screens, storm doors and windows.
3. Building equipment, fixtures and outdoor equipment pertaining to the service of the dwelling(s).

COVERAGE C – PERSONAL PROPERTY

We insure personal property owned or used by an **Insured** while it is anywhere in the world.

The following extensions and limits do not increase the Coverage C limit of liability:

1. On Premises

We include the following coverage:

- A. If **you** ask **us**, the personal property of guests or **residence employees** is covered while on the portion of the **insured location** occupied exclusively by an **Insured**;
- B. Outdoor equipment not permanently installed.

2. Off Premises

Our limit of liability for insured personal property while temporarily away from the **insured location** is 10 percent of Coverage C, but not less than \$1,000.

Personal Property on a newly acquired **insured location** is not subject to this limitation for the 30 days immediately after **you** begin to move property there.

3. Improvements, Alterations or Additions

If **you** are a tenant, **you** may apply up to 10 percent of Coverage C to cover permanent fixtures, alterations, decorations and additions installed on the **residence location** and made or acquired at **your** expense.

4. Special Limits of Liability

These limits do not increase the Coverage C limits of liability. The special limit for each lettered category below is the total limit for each loss for all property in that category.

- A. \$200 on money, bank notes, bullion, gold other than goldware, silver other than silverware, platinum, coins and medals;
- B. \$1,000 on securities, accounts, deeds, evidences of debt, letters of credit, notes other than bank notes, manuscripts, passports, tickets and stamps;
- C. \$1,000 on watercraft, including their trailers, furnishings, equipment and outboard motors;
- D. \$1,000 on trailers not used with watercraft;
- E. \$1,000 on gravemarkers;
- F. \$1,000 for loss by theft of jewelry, watches, furs, precious and semi-precious stones;
- G. \$2,000 for loss by theft of firearms;
- H. \$2,500 for loss by theft of silverware, silver-plated ware, goldware, gold-plated ware and pewterware. This includes flatware, hollowware, tea sets, trays and trophies made of or including silver, gold or pewter;
- I. \$2,500 on **business property** while located on the **insured location**; \$250 on **business property** while located off the **insured location**;
- J. \$500 on **recreational motor vehicles** not designed or licensed for road use;
- K. \$500 on dismantled camper bodies;
- L. \$200 on detached tires not insured elsewhere;
- M. \$1,000 on Outdoor Radio and Television Equipment (including satellite dishes and all electronic component parts thereto). If excess Outdoor and Television Equipment coverage is shown in the declarations, that coverage amount shall be additional insurance.

5. Property NOT Insured

We do not insure:

- A. Animals, birds, insects or fish;
- B. **Motor vehicles**, their parts and equipment, other than **recreational motor vehicles** and detached tires;

- C. Camper bodies mounted on **motor vehicles**;
- D. Aircraft, their parts and equipment;
- E. Articles separately described and specifically insured by this or any other insurance;
- F. Any device, accessories or antennas designed for reproducing, receiving, transmitting or recording sound or picture, which could be connected to the electrical system of a **motor vehicle**, farm equipment or watercraft, while in or on the **motor vehicle**, farm equipment or watercraft;
- G. Property of roomers, boarders and other tenants not related to an **Insured**;
- H. Farm personal property commonly used in connection with or associated with a **farming operation**;
- I. Property in transit by common carrier.

COVERAGE D – ADDITIONAL LIVING EXPENSE OR LOSS OF RENT

1. Additional Living Expense

If a covered loss makes **your residence location** uninhabitable, **we** will pay the reasonable increase in living expense necessary to maintain **your** normal standard of living while **you** live elsewhere. **We** will pay for the shortest time required:

- A. to repair or replace the damaged property; or
- B. for **you** to permanently relocate.

2. Loss of Rent

We will pay for **your** loss of normal rents resulting from a covered loss while the rental part of the **residence** is uninhabitable, less charges and expenses, which do not continue during that time.

We will pay for the shortest time required to repair or replace that part of the **residence** rented, not to exceed 1/12 of the amount of liability under Coverage D, for any one month.

3. Prohibited Use

If damage caused by a peril **we** insure against occurs at a neighboring premises, **we** will pay reasonable additional living expenses and loss of normal rents for up to two weeks should civil authorities prohibit occupancy of the **insured location**.

4. **We** do not cover loss or expense due to cancellation of any lease or agreement.

5. These periods of time will not be shortened by the expiration of the policy.

COVERAGE E – ADDITIONAL COVERAGES

1. Trees, Shrubs, Plants and Lawns

We will pay up to 5 percent of Coverage A – Dwelling, not to exceed \$1,500, to cover trees, shrubs, plants and lawns on the **insured location** where the loss occurred. **We** pay only for loss caused by the following perils: Fire or Lightning, Explosion, Riot or Civil Commotion, Aircraft, Vandalism and Malicious Mischief, Theft and Vehicles not owned or operated by an **Insured** or occupant of the **insured location** where the loss occurred. **We** will pay up to \$300 for any one tree, plant, shrub or lawn, including the cost of removing the debris of the covered item.

We do not cover trees, plants, shrubs or lawns:

- A. grown for **business** or farming purposes; or
- B. located more than 250 feet from the insured dwelling.

2. Debris Removal – Coverage A – Dwelling

Coverage C – Personal Property

Coverage F – Farm Outbuildings

Coverage G – Scheduled Farm Personal Property

Coverage H – Unscheduled Farm Personal Property

We will pay the reasonable expenses, not to exceed \$2,500 for an occurrence, for debris removal of property insured under this policy provided coverage is afforded for the cause of loss. If a different amount is specified on the declarations page for debris removal, then that amount will apply.

This coverage is additional insurance. No deductible applies.

Debris removal provided under Coverage E2 does not apply to Trees, Shrubs, Plants and Lawns, Coverage E1.

This Additional Coverage does not apply to costs to:

- A. Extract “**pollutants**” from land or water; or
- B. Remove, restore or replace polluted land or water.

Pollutants include any solid, liquid, gaseous or thermal irritant or contaminant, including smoke, vapor, soot, fumes acids, alkalis, chemicals or waste. Waste includes materials to be recycled, reconditioned or reclaimed.

3. Credit Card, Fund Transfer Card, Forgery and Counterfeit Money

Applies only if **we** provide insurance in this policy under Coverage C – Personal Property.

We will pay up to \$1,000 for:

- A. the legal obligation of an **Insured** to pay because of the theft or unauthorized use of credit cards issued to or registered in an **Insured’s** name;
- B. loss resulting from theft or unauthorized use of a fund transfer card used for deposit, withdrawal or transfer of funds, issued to or registered in an **Insured’s** name;

- C. loss to an **Insured** caused by forgery or alteration of any check or negotiable instrument; and
- D. loss to an **Insured** through acceptance of good faith of counterfeit United States or Canadian paper currency.

We do not cover use of a credit card or fund transfer card:

- A. by a resident of **your** household;
- B. by a person who has been entrusted with either type of card; or
- C. if an **Insured** has not complied with all terms and conditions under which the cards are issued.

All loss resulting from a series of acts committed by any one person or in which any one person is concerned or implicated is considered to be one loss.

We do not cover loss arising out of **business** use or dishonesty of an **Insured**.

This coverage is additional insurance. No deductible applies to this coverage.

Defense

- A. **We** may investigate and settle any claim or suit that **we** decide is appropriate. **Our** duty to defend a claim or suit ends when the amount **we** pay for the loss equals **our** limit of liability.
- B. If a suit is brought against an **Insured** for liability under the Credit Card or Fund Transfer Card coverage, **we** will provide a defense at **our** expense by counsel of **our** choice.
- C. **We** have the option to defend at **our** expense an **Insured** or an **Insured's** bank against any suit for the enforcement of payment under the Forgery coverage.

4. Fire Department Service Charge

We will pay up to \$500 per **occurrence** for **your** liability under a contract or agreement when a Fire Department is called to protect the insured property from the perils insured against. If excess Fire Department Service Charge Coverage is shown in the declarations, that coverage amount shall be additional insurance.

No deductible applies.

5. Refrigerated Products

We will pay an amount not to exceed \$500 for loss or damage to contents (if insurance is provided under Coverage C – Personal Property) of a freezer or refrigerated unit on the **insured location**. If excess Refrigerated Products Coverage is shown in the declarations, that coverage amount shall be additional insurance. This coverage does not apply to farm personal property. The contents must be owned by an **Insured** and the loss or damage caused by change in temperature resulting from:

- A. Interruption of electrical service to refrigeration equipment caused by damage to the generating or transmission equipment which results in a breakdown in the system;

- B. Mechanical or electrical breakdown of the refrigeration system;
- C. Accidental interruption of electrical service.

The **Insured** must exercise diligence in inspecting and maintaining refrigeration equipment in proper working condition. If interruption of electrical service or mechanical breakdown is known, all reasonable means must be used to protect the insured property from further damage or this coverage is void.

No deductible applies

6. Reasonable Repairs

If **you** have a loss covered by this policy, **we** will pay the reasonable cost incurred by **you** for necessary repairs made solely to protect covered property from further damage, however this coverage does not increase the limit of liability that applies to the property being repaired.

7. Change of Location

When **you** move to another location where **you** intend to permanently reside the Coverage C – Personal Property limit of liability applies at each location for 30 days from the date **you** begin to move, but not past the expiration date of the policy.

8. New Construction

We will pay up to \$25,000 for loss to new, permanent farm buildings erected on the **insured location** during the term of this policy. This coverage includes all materials and supplies on the **insured location** to be used in construction of such buildings. This covers losses caused by any one of the perils identified in Group 1 or Group 2 perils of this policy. This coverage will cease 30 days from the date construction first begins and does not apply to any building which is otherwise insured by this or any other insurance.

9. Private Power and Light Poles

We will pay up to \$1000 for private power and light poles including attached switch boxes, fuse boxes, outside lights and wiring, for loss caused by any one of the perils identified in Group 1 & Group 2 perils of this policy. The property must belong to the **Insured** and be on the **insured location**. If excess Private Power and Light Pole Coverage is shown in the declarations, that coverage amount shall be additional insurance.

10. Farm Operations Records

We will pay up to \$500 for expenses incurred by **you** to research and obtain data necessary to reproduce, replace or restore **your farm operations** records. These records must have been damaged or destroyed by one of the perils identified in Group 1 & Group 2 perils of the policy. If excess Farm Operations Records Coverage is shown in the declarations, that coverage amount shall be additional insurance.

11. Farm Machinery Glass

We will pay up to \$300 for breakage of glass which is a part of a farm machine insured under this policy. If excess Farm Machinery Glass Coverage is shown in the declarations, that coverage amount shall be additional insurance.

COVERAGE F – FARM OUTBUILDINGS

We insure **farm outbuildings** or other structures including their permanent fixtures, water pumps and permanent equipment. This coverage also includes all materials on or adjoining the **insured location** to be used in the construction, alteration or repair of the outbuilding. Silos and fences, whether or not attached to any outbuilding, are not covered unless insured specifically. Fences include corrals, pens, chutes, gates and feed racks on the **insured location**.

COVERAGE G – SCHEDULED FARM PERSONAL PROPERTY

We insure farm personal property, specifically listed in the declarations while in the State of Illinois and for a period of up to 30 days while temporarily away from the State of Illinois.

Special Definitions

1. **Grain** is insured as follows:

Grain is defined as grain, threshed seed, threshed beans, ground feed, manufactured and compounded stock foods on or temporarily away from the **insured location**. Grain in stacks, shocks, swaths and standing corn are insured for fire only. Coverage does not apply to unthreshed seeds, forage crops, straw and stubble. If standing or growing crops are insured for fire by other insurance, this coverage only applies as excess after liability has been exhausted under the other insurance. Grain is not covered while stored in or processed in public elevators or warehouses, seed houses, drying plants or manufacturing plants.

2. **Hay** is defined as hay, straw, fodder and silage. **We** insure hay while in **farm outbuildings**, on or temporarily away from the **insured location**. Hay in stacks is insured for fire only.

3. **Machinery and materials** are defined as machinery, vehicles, implements, tools, supplies and equipment usual and incidental to the operation of the farm. Coverage applies while on or temporarily away from the **insured location**. This coverage does not include any of the following: Farm products; property that is separately described and specifically insured by this or any other insurance; permanent fixtures attached to or within a building; fences; windmills; wind chargers and their towers; radio and television towers and antennas; **motor vehicles**; **recreational motor vehicles**; house trailers; watercraft; aircraft; tractors; combines, corn pickers; hay balers; portable crop dryers; forage harvestors; potato diggers and sawmill equipment.

4. **Specifically named machine** is defined as a machine or machinery specifically described as to “year”, “make” and “model”. **We** cover the machine, equipment or vehicle acquired as a replacement for any machine, equipment or vehicle specifically described and insured under this section. This coverage is not to exceed the amount of insurance provided for such items.

If there are specifically described machines insured under this section, **we** also cover newly acquired machines, equipment or vehicles provided the **Insured** notifies us within 30 days of the acquisition and pays any necessary addition in premium. **Our** total limit of liability for all newly acquired machines, equipment or vehicles is \$5,000. **We** cover the insured property while on or temporarily away from the **insured location**.

5. **Poultry** is defined as layers or broilers. Coverage applies on the **insured location**. **We** only insure for loss caused by fire, lightning and windstorm.

6. **Livestock** means farm animals, to include cattle, goats, horses, mules, donkeys, ponies, sheep and swine. Coverage applies on or temporarily away from the **Insured Location**.

Livestock is not covered in public stockyards, public sale barns, or public sale yards. **Our** liability on any one head of **livestock** (except animals separately described) is not to exceed the smallest of the following amounts:

- A. 120% of the amount obtained by dividing the total insurance on each class and type by the number of head owned by an **Insured** at the time of loss.
- B. The **actual cash value** of any animal destroyed or injured.

COVERAGE H – BLANKET FARM PERSONAL PROPERTY

We insure farm personal property usual and incidental to the operation of the farm while on or temporarily away from the **insured location**, while in the State of Illinois and for a period of up to 30 days while temporarily away from the State of Illinois. This coverage includes farm personal property leased or rented to the **Insured** for the purpose of conducting the **Insured’s farm operation**.

We will also insure loss to agricultural machinery and equipment, in which the **Insured** has no interest, while borrowed by the **Insured** or his employees, or any other person residing in the **Insured’s** household, provided the loss to such machinery or equipment occurs while being used in the **Insured’s farming operation**. This coverage shall apply as excess over any insurance which the owner has on the property.

PROPERTY NOT INSURED – COVERAGE H

We do not insure any of the following:

- A. Turkeys, fish, race horses, dogs, cats and animals other than **livestock**;
- B. Poultry, except for loss caused by fire, lightning and windstorm;

- C. **Livestock** while in public stockyards, public sale barns or public sale yards;
- D. Fences, windmills, radio and television antennas and towers, satellite receivers including electronic component parts, wind chargers and towers, and irrigation equipment including pumps;
- E. Any permanent fixtures attached to or within a building;
- F. Buildings of all types except portable building. **We** insure portable buildings, up to \$1,600, which are farm personal property, not on a permanent foundation and designed to be transported from place to place;
- G. **Motor vehicles** and parts, mobile homes, watercraft, aircraft and parts and sawmill equipment;
- H. Property covered under Coverage C. Personal Property;
- I. Property that is separately described and specifically insured by this or any other insurance;
- J. Farm personal property while in transit by common carrier;
- K. Growing crops and stubble. However, **you** may apply up to 10 percent of the amount specified under Coverage H, not to exceed \$10,000, to cover standing corn, wheat, oats, barley, rye, flax, soybeans and other grains against fire only;
- L. Grain, threshed seeds, threshed beans, hay, straw, fodder, silage, ground feed, manufactured and compounded stock foods, while stored in or being processed in public elevators or warehouses, seed houses, drying plants or manufacturing plants;
- M. Grain in stacks, shocks or swaths and hay, straw and fodder in stacks, except for loss caused by fire;
- N. Property away from an **insured location**, used at any time, or in any manner for any **business** purpose;
- O. **Business property**;
- P. Equipment, supplies, vehicles, **livestock** and seed acquired for purposes of resale.

COINSURANCE CLAUSE – COVERAGE H

You must maintain insurance on the property covered for at least 80 percent of the **actual cash value**. If **you** fail to do this, **we** will pay the percentage of loss produced by dividing the amount of insurance carried by 80 percent of the **actual cash value** of **your** farm personal property at the time of loss.

CARGO – COVERAGE G and H

Scheduled and Blanket Farm Personal Property is extended to include loss occurring while the described property is in transit, in the process of being loaded for transit, or being unloaded after transit.

Under **Cargo – Coverage G and H**, **we** insure against risks of direct loss to property described in Coverage G and H only if that loss is a physical loss to property, except loss resulting directly or indirectly from:

- A. Improper packing, rough handling or unexplained shortage;
- B. Insect, vermin or inherent vice (means the quality for self deterioration or damage);
- C. Leakage, evaporation, shrinkage, breakage; or being scented, molded, rusted, rotted, soured or changed in flavor or quality; or by bending, denting, chipping, marring or scratching; unless caused by fire, lightning, windstorm, flood, explosion, collision, derailment or overturn or stranding, burning or sinking of ferry or lighter;
- D. Loss of profit, use or market, however caused;
- E. Transportation of property hauled by common carrier.

Due care must be given to property load the property covered by this policy.

In the event of loss by an insured cause, **we** will be liable only when loss in each **occurrence** exceeds \$100 or a higher deductible amount if indicated in the declarations.

SPECIAL CONDITIONS – COVERAGE H

Livestock

Unless otherwise provided by endorsement, the special limit for each numbered category below is our total limit for each occurrence of loss to property in that category.

1. \$2,000 on any one head of cattle,
2. \$1,000 on any one horse, pony, mule or donkey,
3. \$500 on any one swine,
4. \$200 on any one sheep or goat,
5. or the **actual cash value** of the animal at the time of loss, whichever is less,
6. 10% of Coverage H limit of liability not to exceed \$10,000 for loss from the peril of fire to standing corn, wheat, oats, barley, rye, flax, soybeans and other grains, hay, straw and fodder.
7. \$30,000 for loss by covered perils to borrowed farm machinery or implements. This limit is excess over other collectible insurance available to the owner of property.

DEDUCTIBLE

We will pay for loss in each **occurrence** to covered property minus the deductible, if any, shown in the declarations.

PERILS INSURED AGAINST

We insure for direct loss to the property described caused by the following perils indicated in the declarations.

GROUP 1 BASIC PERILS

Applies if shown in the declarations:

1. **Fire or lightning**

2. **Removal**

When covered personal property is removed from the **insured location** because it is endangered by perils insured against, **we** insure for accidental loss to that property while it is in the course of removal and for 30 days after it has been removed to a proper place.

3. **Windstorm or Hail**

These perils do not include:

- A. Loss caused by frost, cold weather, ice other than hail, snowstorm or sleet.
- B. Loss to the interior of a building or the property contained in the building caused by rain, snow, sleet, sand or dust unless the direct force of wind or hail damages the building causing an opening in a roof or wall and the rain, snow, sleet, sand or dust enters through that opening.

4. **Explosion**

5. **Riot and Civil Commotion**

6. **Aircraft** – including self-propelled missiles and spacecraft.

7. **Vehicles**

This peril does not include loss to driveways, walks, fences or foundations and retaining walls caused by any vehicle owned or operated by an **Insured** or occupant of an **insured location** where the loss occurred.

8. **Vandalism & Malicious Mischief**

This coverage does not include loss to property on the **insured location** if the dwelling has been vacant or unoccupied for more than 90 consecutive days immediately before the loss. A dwelling being constructed is not considered vacant or unoccupied.

We will not pay for loss caused by anyone who is residing or has previously resided at the **residence** within 90 days immediately preceding the loss.

9. **Smoke**, meaning sudden and accidental damage from smoke.

This peril does not include loss caused by smoke from agricultural smudging or industrial operations.

GROUP 2 BROAD FORM PERILS

In addition to Group 1, Basic Perils, Broad Form Perils apply if shown in the declarations and only to Coverages A, C, D, F, G and H.

10. **Theft**

This peril includes attempted theft and loss of property from a known place when it is likely that theft occurred.

Personal property is considered as being on the **insured location** while placed for safekeeping in a bank, trust, safe deposit company or public warehouse.

A. This peril does not include:

- (1) Theft committed by an **Insured**;
- (2) Loss of tools and materials in a building or in the open and being used in construction of that building until it is completed and occupied;
- (3) Loss of a precious or semi-precious stone from its setting;
- (4) Theft from any part of the **residence**, condominium unit or apartment rented to anyone other than an **Insured**;
- (5) Loss resulting from escape of **livestock**, mysterious disappearance, inventory shortage, conversion or embezzlement;
- (6) Theft from the **insured location** which is vacant or unoccupied for more than 90 consecutive days immediately before the loss;
- (7) Loss resulting from theft of any credit card or similar device except as provided under Coverage E – Additional Coverages;
- (8) Loss resulting from the theft of a fund transfer card or similar device used for the deposit, withdrawal or transfer of funds, except as provided under Coverage E – Additional Coverages.

B. This peril does not include loss caused by theft that occurs away from the **insured location** of:

- (1) property while at any other **residence** owned, rented to or occupied by an **Insured**, except property which normally accompanies **you** while on vacation or trips. Property of a student who is and **Insured** is covered while at a **residence** if the student has been there at any time during the last 45 days immediately before the loss;
- (2) Watercraft, including its furnishings, equipment and outboard motors. Other property in or on any private watercraft is covered; if the loss results from forcible entry into a securely locked compartment and there are visible marks of the forcible entry;

- (3) Unattended property in or on any **motor vehicle** or trailer other than public conveyance unless there is forcible entry into the vehicle while its doors, windows and other openings are closed and locked and there are visible marks of the forcible entry; or the vehicle is stolen and not recovered within 30 days. Property is not unattended when the **Insured** has entrusted the keys of the vehicle to a custodian; or
 - (4) Trailers or campers.
11. **Overturn**, meaning only damage to or destruction of farm personal property as a result of the overturn.
12. **Electrical Currents Artificially Generated** applies only to **livestock**.
13. **Attach By Dogs or Wild Animals** applies to **livestock**. However, any loss caused to poultry and fowl is not covered, and any loss to **livestock** caused by fright is not covered.
14. **Accidental Shooting** applies only to **livestock**. **We** do not insure for loss when caused by an **Insured**, employees of the **Insured** or tenants of the **insured location**.
15. **Drowning** applies only to **livestock** and excludes swine under 30 days old.

Perils 16 and 17 apply only to farm machinery:

16. **Collision** with another object. This peril does not include loss to any tire due to puncture, cut, gash, blowout or to any other tire trouble unless such loss occurs at the same time with another loss covered by this peril
17. **Flood** applies only to farm machinery.
18. **Sudden and Accidental Tearing Apart, Burning or Bulging** of a water heater or of a heating or air conditioning system of a building. This does not cover loss by freezing.
19. **Accidental Discharge or Overflow** of water or steam from within a plumbing, heating or air conditioning system of a building or from within a household appliance including waterbeds and water filled furniture. **We** also pay for tearing out and replacing any part of a building on the **insured location** necessary to repair the system or appliance from which the water or steam escaped.
- This peril does not include loss:
- A. To a building caused by continuous or repeated seepage or leakage;

- B. If the dwelling has been vacant or unoccupied for more than 90 consecutive days immediately before the loss. A dwelling being constructed or remodeled is not considered vacant or unoccupied if the water supply has been shut off and the system and appliances drained;
- C. To the system or appliance from which the water or steam escaped;
- D. Caused by or resulting from freezing.

20. **Freezing** of a plumbing, heating or air conditioning system of a building or of a household appliance. This peril does not include loss while the dwelling is vacant, unoccupied or being constructed or remodeled unless **you** have used reasonable care to:
- A. maintain heat in the building; or
 - B. shut off the water supply and drain the system and appliances.

21. **Falling Objects**

This peril does not apply to loss to the interior of the building or property within unless the falling object first damages the exterior of the building. **We** do not cover damage to the falling object.

22. **Weight of ice, snow or sleet** which damages the building or property in the building.

This peril does not apply to loss to:

- A. awnings and fences;
- B. pavements, patios, swimming pools, foundations, retaining walls, bulkheads, piers, wharves or docks, when the loss is caused by freezing, thawing or by pressure or weight of ice or water.

23. **Collapse of Buildings or Any Part of a Building**

Collapse does not include settling, cracking, shrinkage, bulging or expansion.

This peril does not apply to loss to the following unless damage is caused directly by collapse of a building:

Awnings, fences, pavements, patios, swimming pools, underground pipes, flues, drains, cesspools, septic tanks, foundations, retaining walls, bulkheads, piers, wharves or docks.

24. **Breakage of glass or safety glazing material** which is part of a building, storm door or storm window.

This peril does not include loss if the dwelling has been vacant or unoccupied for more than 90 days immediately before the loss. A dwelling being constructed is not considered vacant or unoccupied.

25. **Sudden and Accidental Damage From Artificially Generated Electrical Current** to electrical appliances, devices, fixtures and wiring. This peril does not include loss to a tube, transistor or similar electronic components.

GROUP 3 – OTHER PERILS

We insure against all the **Group 1 Basic Perils** and **Group 2 Broad Form Perils** and other risks of accidental direct physical loss to the dwelling(s) and other property if **Group 3** coverage is indicated in the declarations. To be covered, a loss must be accidental, and a direct physical loss to property, and it must not be excluded. **We** will be liable only when loss in each **occurrence** exceeds \$100 or a higher deductible amount if indicated in the declarations.

SECTION I – EXCLUSIONS

We do not pay for loss resulting directly or indirectly from the following, either alone or in combination with other risks unless expressly stated:

1. Earthquake, volcano, landslide, mud flow, or other earth movement of any kind including subsidence.

However, **we** pay for direct loss by fire, explosion, and (if covered by this policy) theft, breakage of glass or safety glazing material resulting from earth movement.

2. Water Damage, meaning:

- A. Flood, except to farm machinery, surface water, waves, tidal water, overflow of a body of water or spray from any of these whether wind driven or not;
- B. Water which backs up through sewers or drains;
- C. Water below the surface of the ground, including water which exerts pressure on, or seeps or leaks through or into a building, sidewalk, driveway, foundation, swimming pool, or other structure.

Direct loss by fire, explosion or theft resulting from water damage is covered.

3. Loss to retaining walls not part of a building when such loss is caused by landslide, water pressure or earth movement of any kind.
4. Enforcement of any ordinance or law regulating the use, construction, repair or demolition of a building or other structure unless specifically provided under this policy.

We pay for loss resulting from acts of destruction by civil authority to prevent the spread of fire as long as the fire did not originate from a peril excluded by this policy.

5. Any property while:
 - A. Operated in any race, test, event or competitive speed contest, preparation for or operation in any pre-arranged race, test, event or speed test, and whether the race or test had ended before the loss occurred;
 - B. Used for hire or charter;
 - C. Used in any unlawful activity including race or transportation.
6. Nuclear reaction, radioactive contamination or radiation, all whether controlled or uncontrolled, or however caused.
7. War (declared or undeclared), civil war, insurrection, rebellion or revolution.
8. Neglect by an **Insured** to use all reasonable means to save covered property at and after the time of loss when endangered by a peril insured against.
9. The interruption of **business**.
10. Damage to outdoor radio and television equipment unless additional premium is paid and described in the declarations. This exclusion does not apply to outdoor radio and television equipment covered under Coverage C – Personal Property.
11. Loss by rodents, vermin, termites or other insects; wear and tear; corrosion deterioration; marring and scratching; smoke from agricultural smudging or industrial operations; rust; wet or dry rot; mold; mechanical breakdown; settlements, shrinkage or expansion in pavements, foundations, walls, floors, roofs or ceilings; or an inevitable loss or damage to property which is perishable in its own nature or which is liable to deteriorate due to climatic conditions; obsolescence or lack of normal preventive measures.

However, direct loss by fire, smoke (except as specifically excluded above), explosion, collapse, water damage covered elsewhere in this policy, and glass breakage resulting from such loss is covered.
12. Electronically stored information on tapes, wires, discs, or other software media created by or for the **Insured**.
13. Suffocation, asphyxiation, or smothering of any livestock or poultry.

We do not insure for loss of property described in Coverage A caused by any of the following. However, any ensuing loss to property described in Coverage A not excluded or excepted in this policy is covered.

1. Weather Conditions. However, this exclusion only applies if weather conditions contribute in any way with a cause or event excluded in Section I;
2. Acts or decisions, including the failure to act or decide, if any person, group, organization or governmental body;
3. Faulty, inadequate or defective:
 - A. planning, zoning, development, surveying, siting;
 - B. design, specifications, workmanship, repair, construction, renovation, remodeling, grading, compaction;
 - C. materials used in repair, construction, renovation or remodeling; or
 - D. maintenance;
 of part or all of any property whether on or off the **insured location**.

SECTION I – CONDITIONS

1. Insurable Interest and Our Limit of Liability

In the event of a loss, **we** will not pay more than the insurable interest that an **insured** person has in the property covered by this policy or more than the amount of coverage afforded by this policy.

For loss to property, **we** pay the lesser of the following amount:

- A. the applicable limit of liability;
- B. an amount not greater than **your** interest in the property;
- C. the cost of repairing or replacing the property with materials of like kind and quality to the extent practicable;
- D. the amount computed after applying the deductible or other limitation(s) applicable to the loss;
- E. the **actual cash value** of the property at the time of loss (except as provided under the Replacement Cost Provision, if applicable).

2. Your Duties After Loss

In the event of a loss to which this insurance may apply, **you** must see that the following duties are performed:

- A. Give us immediate written notice of loss. In case of theft, vandalism or malicious mischief, also notify **your** law enforcement agency;
- B. Protect the property from further damage. Make necessary and reasonable repairs to protect the property;
- C. Make a list of all damaged or destroyed property, showing in detail quantities, cost, **actual cash value** and amount of loss;
- D. Send **us** proof of loss within 60 days after loss, signed and sworn to by the **insured** person. This proof of loss shall include:
 - (1) the time and cause of loss;

- (2) the interest of insured persons and all others in the property;
- (3) the **actual cash value** and amount of loss to the property;
- (4) all encumbrances on the property;
- (5) other insurance, warranties or guarantees covering the loss;
- (6) changes in title, use, occupancy or possession of the property;
- (7) if required, any plans and specifications of any damaged buildings or fixtures;
- (8) an inventory of damaged personal property as described in 2C above.

- E. Exhibit the damage property to **us** or **our** representative as often as may be reasonably required;
- F. As often as may be reasonably required, **you** must submit to examinations under oath by any person named by **us** and sign the transcript of the examination; and to the extent that it is within **your** power to do so, to produce employees or members of **your** household for examination under oath. At **our** request, each examination may be conducted outside of the presence of other persons who have not yet been examined, including **you**;
- G. Produce for examination all records and documents **we** request and permit **us** to make copies;
- H. Produce receipts for any increased costs to maintain **your** standard of living while **you** reside elsewhere and records pertaining to any loss of rental income;
- I. At **our** request, cooperate in providing necessary information for determining amount of loss.

3. Vacancy, Unoccupancy or Abandonment Clause

Whenever a building has been vacant, unoccupied or abandoned for a period of five consecutive months (whether such period begins before or after the inception date of the present policy) **our** liability for loss to the building or personal property contained therein shall be 50% of the amount otherwise payable under this policy or 50% of the amount stated in the declarations, whichever is less.

This provision shall not waive the vacancy or unoccupancy provisions of:

Group 1 Basic Perils

- A. Vandalism and Malicious Mischief;

Group 2 Broad Form Perils

- A. Theft;
- B. Accidental Discharge and Overflow;
- C. Freezing;
- D. Glass Breakage.

4. Loss Settlement

In case of loss, one of the following loss settlement clauses will apply. The “1”, “2”, “3” or “4” in the loss settlement clause column in **your** declarations indicate the clause, as referred to below which is applicable to the property item described.

Loss Settlement Clause 1 – Actual Cash Value

We pay the **actual cash value** of the property at the time of loss, or the amount necessary to repair or replace it with material of like kind and quality, whichever is less. Loss settlement will not exceed the limit of liability described in the declarations.

Loss Settlement Clause 2 – 80 percent Replacement Cost Coverage

Loss to covered property will be settled as follows:

We pay for insured loss to buildings at replacement cost without deduction for depreciation, subject to the following conditions:

- (1) If, at the time of loss, the amount of insurance in this policy on the damaged building is 80 percent or more of the full replacement cost of the building immediately prior to the loss, **we** will pay the cost of repair or replacement without deduction for depreciation. Payment will not exceed the smallest of the following amounts:
 - a. the limit of liability under this policy applying to the building;
 - b. the replacement cost of that part of the building damaged for equivalent construction and use on the same location; or
 - c. the amount actually and necessarily spent to repair or replace the damaged building.
- (2) If, at the time of loss, the amount of insurance in this policy on the damaged building is less than 80 percent of the full replacement cost of the building immediately prior to the loss, **we** will pay the larger of the following amounts, but not exceeding the limit of liability under this policy applying to the building:
 - a. the **actual cash value** of that part of the building damaged; or
 - b. that proportion of the cost to repair or replace, without deduction for depreciation, of that part of the building damaged, which the total amount of insurance in this policy on the damaged building bears to 80 percent of the replacement cost of the building.

Loss Settlement Clause 3 – Special Replacement Cost Coverage

We pay for insured loss to buildings at replacement cost without deduction for depreciation, subject to the following:

The damaged property will be repaired or replaced with commonly used building materials to place the property in a habitable condition. The type of materials will be agreed upon by **you** and **us**. If **you** and **us** cannot agree, settlement will be on an **actual cash value** basis with deduction for depreciation.

Payment will not exceed the smallest of the following amounts:

- (1) the limit of liability under this policy applying to the building;
- (2) the replacement cost of that part of the building damaged for equivalent construction and use on the same premises; or
- (3) the amount actually and necessarily spent to repair or replace the damaged building.

Loss Settlement Clauses 2 and 3

Loss to covered property will be settled as follows:

- (1) **We** pay **actual cash value** of the property at the time of loss, for: personal property, structures that are not buildings, carpeting, domestic appliances, awnings, outdoor equipment and outdoor antennas, whether or not attached to buildings.
- (2) When the cost to repair or replace the damage is more than \$1,000 or more than 5 percent of the amount of insurance in this policy on the building, whichever is less, **we** will pay no more than the **actual cash value** of the damage until actual repair or replacement is completed.
- (3) In making claim under Loss Settlement Clauses 2 or 3, **you** may elect to disregard the condition requiring actual replacement or repair of the property, and to accept **actual cash value** for the loss, but such election shall not prejudice **your** right to make further claim within 180 days after loss for any additional coverage under Loss Settlement Clause 2 or 3, subject to all conditions.

Loss Settlement Clause 4 – Personal Property Replacement Cost

We pay for insured loss to personal property, structures that are not buildings, carpeting, domestic appliances, awnings, outdoor equipment and outdoor antennas, whether or not attached to buildings, at replacement cost.

The provisions of this policy which apply to insurance under Coverage C – Personal Property are amended as follows:

Wherever the term “**actual cash value**” appears, it is replaced by the term “replacement cost”, defined as the cost at the time of loss of a new article identical to the one damaged, destroyed or stolen. When the identical article is no longer manufactured or no longer available, replacement cost shall mean the cost of a new article similar to that damaged, destroyed or stolen and which is of a comparable quality and usefulness.

- (1) **We** are liable under Loss Settlement Clause 4:
 - a. For any covered loss to personal property owned by an **Insured**;
 - b. For any loss to personal property which has been maintained in good workable condition and is being used or stored for use by an **Insured**; and
 - c. When the damaged, destroyed or stolen property has actually been repaired or replaced by **you**.

- (2) **Our** liability for loss under Loss Settlement Clause 4 shall not exceed the smallest of the following amounts:
 - a. The limit of liability under this policy applying to the damaged, destroyed or stolen property;
 - b. The replacement cost of the property;
 - c. The amount actually and necessarily spent by **you** to repair or replace the property;
 - d. 400% of the **actual cash value** of the property.

- (3) In making claim under Loss Settlement Clause 4, **you** may elect to disregard the condition requiring actual replacement or repair of the property, and to accept **actual cash value** for the loss, but such election shall not prejudice **your** right to make further claim within 180 days after loss for any additional coverage under Loss Settlement Clause 4, subject to all conditions.

- (4) When the replacement cost for the entire loss under this policy exceeds \$500, **we** will pay no more than the **actual cash value** for the loss or damage until the actual repair or replacement is completed.

- (5) Antiques, fine arts, paintings, statuary, collectibles and similar articles, are excluded by this coverage which, by their inherent nature, cannot be replaced with new articles. Also excluded, are articles whose age or history contribute substantially to their value.

5. Inflation Protection

Applicable only if Loss Settlement 2 or 3 is shown in the declarations.

The limit of liability shown for Dwelling – Coverage A will be revised at each policy renewal to reflect a rate of change in construction cost indexes. Any adjustments to Dwelling – Coverage A will result in adjustments in: Personal Property – Coverage C and Additional Living Expense or Loss of Rent – Coverage D in accordance with applicable rules and rates.

You have the right to request a change in the limits of liability.

We will not reduce the limits of liability shown in the Declarations without **your** consent.

6. Loss to a Pair or Set

In case of a loss to a pair or set, **we** may elect to:

- A. repair or replace any part to restore the pair or set to its value before the loss; or
- B. pay the difference between **actual cash value** of the property before and after the loss.

7. Insurance Under More Than One Coverage

If more than one coverage of this policy insures the same loss, **we** pay no more than the actual loss or damage sustained.

8. Insurance Under More Than One Policy Including Warranty or Guarantee

If there is other insurance, warranty or guarantee applying to a loss or claim, or would have applied in the absence of this policy, this insurance shall be considered excess. This policy shall not apply or contribute to the payment of any loss or claim until such other insurance, warranty or guarantee is exhausted.

We may permit other insurance by endorsement to this policy. If other insurance is permitted, **we** are not liable for a greater proportion of any loss from any peril or perils than:

- A. the amount of insurance under this policy bears to the whole amount of insurance covering the property, whether collectible or not, and whether or not such other insurance covers against the additional peril or perils insured under this policy;
- B. **our** pro rata share in excess of the amount of the deductible where this policy is subject to a deductible clause.

9. Future Losses

Any loss **we** pay under this policy does not reduce the limits of liability for future losses.

10. Glass Replacement

Loss for breakage of glass shall be settled on the basis of replacement with safety glazing materials when required by ordinance or law.

11. Appraisal

If **you** and **we** fail to agree on the amount of loss, either one can demand that the amount of loss be set by appraisal. If either makes a written demand for appraisal, each shall select a competent, independent appraiser and notify the other of the appraiser's identity within 20 days of the receipt of the written demand. The two appraisers shall then select a competent, impartial umpire. If the two appraisers are unable to agree upon an umpire within 15 days, **you** or **we** can ask a judge of a court of record in the county where the **insured location** is situated to select an umpire.

The appraisers shall submit a written report of an agreement to **us**. The amount agreed upon shall be the amount of the loss. If the appraisers fail to agree within a reasonable time, they shall submit their differences to the umpire. Written agreement signed by any two of these three shall set the amount of the loss.

Each appraiser shall be paid by the party selecting that appraiser. Other expenses of the appraisal and the compensation of the umpire shall be paid equally by **you** and **us**.

12. **Suit Against Us**

No action can be brought unless the policy provisions have been complied with and the action is started within one year of the date of loss.

However, this one year period is extended by the number of days between the date proof of loss is submitted and the date the claim is denied in whole or in part.

13. **Our Option**

If **we** give **you** written notice within 30 days after **we** receive **your** signed, sworn statement of loss, **we** may take all or any part of the property at the agreed or appraised value.

14. **Loss Payment**

We will adjust all losses with **you**. **We** will pay **you**, unless some other payee is named in the policy or proof of loss, to receive payment. Payment for loss will be made within 30 days after **we** reach agreement with **you**, entry of a final judgment, or the filing of an appraisal award with **us**.

15. **Abandonment of Property**

We need not accept any property abandoned by any **Insured**.

16. **No Benefit to Bailee**

This insurance will not, in any way, benefit any person or organization who may be caring for or handling property for a fee.

17. **Intentional Loss**

If **you** or any **Insured** causes or procures a loss to property covered under this policy for the purpose of obtaining insurance benefits then this policy is void as to all **Insureds** and **we** will not pay **you** or any other **Insured** for this loss.

18. **Increase of Hazard.**

We will not pay for loss if **you** create or know of a condition that increases the chance of loss arising from a Peril **we** insure against.

SECTION II – FARMERS PERSONAL LIABILITY COVERAGE

DEFINITIONS

1. The words **you** and **your** mean the person or persons named on the Declarations and **your** spouse if a resident of **your** household. The words **we**, **us** and **our** mean the company providing this insurance.

2. **Bodily injury** means bodily harm to a person and includes sickness, disease or death. This also includes required care and loss of services.

Bodily injury does not mean bodily harm, sickness, disease or death that arises out of:

- a. a communicable disease; or
- b. the actual, alleged or threatened sexual molestation of a person.

3. **Business** means a trade, profession or an occupation, all whether full or part time. This includes the rental of property to others. It does not include the occasional rental for residential purposes of the part of the **insured premises** normally occupied solely by **your** household.

Business includes services regularly provided by an **insured** for the care of others and for which an **insured** is compensated. A mutual exchange of like services is not considered compensation.

Business does not include:

- A. farming;
- B. the incidental activities that are usually performed by minors; or
- C. activities that are related to **business**, but are usually viewed as non-business in nature.

4. **Domestic Employee** means a person employed by an **insured** to perform duties that relate to the use and care of the **insured premises**. This includes a person who performs duties of a similar nature elsewhere for an **insured**. This does not include a person while performing duties in connection with the **business** of an **insured** or a **farm employee**.

5. **Farm employee** means an employee of an **Insured** whose duties are in connection with the **farming** operations of the **Insured**. This does not include a **domestic employee** or a person employed in **your business**.

6. **Farming** includes the operations of roadside stands and farm markets maintained principally for the sale of the **Insured's** own farm products.

7. **Insured** means:
- A. **you**;
 - B. **your** relatives if residents of **your** household;
 - C. persons under the age of 21 in **your** care or in the care of **your** resident relatives;
 - D. **your** legal representative, if **you** die while insured by this Farm Personal Liability Coverage. This person is an **insured** only for liability arising out of the **insured premises**. An **insured** at the time of **your** death remains an **insured** while residing on the **insured premises**.
 - E. persons using or caring for watercraft or animals owned by an **insured** to which this insurance applies. (This does not include persons using or caring for watercraft or animals in the course of **business** or without the owner's consent);
 - F. persons in the course of performing domestic duties that relate to the **insured premises**;
 - G. persons in the course of acting as **your** real estate manager for the **insured premises**; and
 - H. a person while performing duties as an employee of an **insured** with respect to farm implements and other vehicles covered by this Farm Personal Liability Coverage.
- Each of the above is a separate **insured**, but this does not increase **our limit**.

8. **Insured Premises** means:
- A. the one to four family dwelling shown on the Declarations. This includes structures or parts of buildings where **you** reside;
 - B. the farm premises described on the Declarations;
 - C. other land **you** use for **farming** purposes and new farm premises acquired by **you** during the policy period;
 - D. all other premises shown on the Declarations;
 - E. all vacant land owned by or rented to an **insured**. This includes land where a residence or farm structure is being built for the use of an **insured**;
 - F. that part of a residence, acquired by **you** during the policy period and to be used by **you**;
 - G. **your** cemetery lots and **your** burial vaults or those of **your** resident relatives;
 - H. that part of a premises not owned by an **insured** if it is temporarily used as a residence by an **insured**;
 - I. all premises used by **you** in connection with **your** residence;
 - J. all access ways adjoining the **insured premises**; and
 - K. that part of premises occasionally rented to an **insured** for other than **business** purposes.
9. **Limit** means the limit of liability that applies.

10. **Motorized Vehicle** means a self-propelled land or amphibious vehicle regardless of method of surface contact. This includes parts and equipment.
- This does not include vehicles that are designed and used to assist the handicapped and are not required to be licensed for road use.
11. **Motor Vehicle** means a **motorized vehicle**, trailer or a semi-trailer, and all attached machinery or equipment, if:
- A. it is subject to **motor vehicle** registration; or
 - B. it is designed for use on public roads.
12. **Occurrence** means an accident. This includes loss from repeated exposure to similar conditions.
13. **Pollutant** means any solid, liquid, gaseous, thermal or radioactive irritant or contaminant, including acids, alkalis, chemicals, fumes, smoke, soot, vapor or waste. Waste includes materials to be disposed of, recycled, reconditioned or reclaimed.
14. **Property damage** means physical damage to tangible property. This includes the loss of use.
15. **Recreation Motor Vehicle** means a **motorized vehicle**, a trailer, or attached equipment that is designed or is used for leisure time activities, and which is not a **motor vehicle**.
16. **Terms** means all provisions, limitations, exclusions and definitions used in this Farm Personal Liability Coverage.

PRINCIPAL PERSONAL LIABILITY COVERAGES

COVERAGE L – LIABILITY

We pay, up to **our limit**, all sums for which an **insured** is liable by law because of **bodily injury** or **property damage** caused by an **occurrence** to which this coverage applies. **We** will defend a suit seeking damages if the suit resulted from **bodily injury** or **property damage** not excluded under this coverage. **We** may make investigations and settle claims or suits that **we** decide are appropriate. **We** do not have to provide a defense after **we** have paid an amount equal to **our limit** as a result of a judgment or written settlement.

COVERAGE M – MEDICAL PAYMENTS TO OTHERS

We pay the necessary medical expenses if they are incurred or medically determined within three years from the date of an accident causing covered **bodily injury**. Medical expenses means reasonable charges for medical, surgical, x-ray, dental, ambulance, hospital, professional nursing, funeral services, prosthetic devices and eyeglasses, including contact lenses. This applies only to:

1. a person on the **insured premises** with the permission of an **Insured**; or
2. a person away from the **insured premises** if the **bodily injury**:
 - A. is a result of a condition on the **insured premises**;
 - B. is caused by the activities of an **Insured**;
 - C. is caused by a person in the course of performing duties as a **domestic employee**;
 - D. is caused by an animal owned by or in the care of an **Insured**; or
 - E. is sustained by a **domestic employee** and arises out of and in the course of employment.

INCIDENTAL PERSONAL LIABILITY COVERAGES

These coverages are subject to all the **terms** of Coverages L and M. Except for Claims and Defense Cost and First Aid Expense, they do not increase the limit stated for the Principal Personal Liability Coverages.

1. Coverage N – Damage to Property of Others

Regardless of an **insured's** legal liability, **we** pay for property of others damaged by an **insured**, or **we** repair or replace the property, to the extent practical, with property of like kind and quality. **Our limit** for this coverage is \$500 per **occurrence**.

The exclusions that apply to Coverages L and M do not apply to this coverage. However, **we** do not pay for damage to property:

- A. owned by a **insured**, or owned by, rented to or leased to another resident of **your** household or the tenant of an **insured**;
- B. caused intentionally by an **insured** who has attained the age of 13; or
- C. resulting in whole or in part from:
 - (1) activities related to a **business** of an **insured**;
 - (2) premises owned, rented or controlled by an **insured**, other than an **insured premises**; or
 - (3) the ownership, operation, maintenance, use, occupancy, renting, loaning, entrusting, supervision, loading or unloading of **motorized vehicles**, aircraft or watercraft. **We** do pay for **property damage** to **motorized vehicles** not subject to **motorized vehicle** registration and not owned by an **insured** if the **motorized vehicle** is used only to service the premises or if it is designed for recreational use off public roads.

2. Coverage P – Chemical Drift Liability

We will pay those sums that the **Insured** becomes legally obligated to pay as damages for physical injury to crops or animals if:

- A. the injury was caused by discharge, dispersal, release or escape into the air, from the **insured location**, of the chemicals, liquids or gases that the **Insured** has used in normal and usual agricultural operations; and
- B. the chemicals, liquids or gases entered into the air by some means other than discharge, dispersal, release or escape from aircraft.

The term physical injury does not include any indirect or consequential damages such as loss, at any time, of market for crops or animals or of use of soil or animals.

This coverage applies only to physical injury that occurs during the policy period. The physical injury must be caused by an **occurrence**.

We will have the right and duty to defend any suit seeking damages for covered physical injury. **We** may investigate and settle any claims or suit at **our** discretion. But:

- A. the amount **we** will pay for damages is limited to the amount of insurance.
- B. **our** right and duty to defend ends when **we** have used up the applicable Limit of Insurance in the payment of judgments or settlements under CHEMICAL DRIFT LIABILITY COVERAGE.

As used in this Coverage P, the term suit means a civil proceeding in which damages because of physical injury to which such Coverage applies are alleged.

Suit includes an arbitration proceeding alleging such damages to which **you** must submit or submit with **our** consent.

- C. No other obligation or liability to pay sums or perform acts or services is covered unless explicitly provided for.
- D. Exclusions.

CHEMICAL DRIFT LIABILITY COVERAGES does not apply to:

- A. Any loss, cost or expense arising out of any request, demand or order:
 - (1) For containment, monitoring, cleanup, removal, treatment, detoxification or neutralization of chemicals, liquids or gases.
 - (2) To test for chemicals, liquids or gases.
 - (3) To in any way respond to or assess the effects of chemicals, liquids or gases.
- B. Physical injury to crops or animals arising out of agricultural operations which are in violation of an ordinance or law;
- C. Physical injury to crops or animals expected or intended from the standpoint of the **Insured**;
- D. Physical injury to crops or animals for which the **Insured** is obligated to pay damages by reason of the assumption of liability in a contract or agreement. This exclusion does not apply to liability for damages:
 - (1) assumed in a contract or agreement that is an **insured contract**; or
 - (2) that the **Insured** would have in the absence of the contract or agreement.

E. Physical injury to crops or animals **you** own, rent or borrow.

3. **Contracts and Agreements**

We pay for damages for **bodily injury** or **property damage** resulting from liability assumed by an **insured** under a written contract made before the loss. The loss causing the **bodily injury** or **property damage** must have occurred during the policy period. This coverage does not apply to a contract in connection with **business** activities of an **insured**.

4. **Claims and Defense Cost** - If **we** defend a suit, **we** pay:

- A. the costs taxed to an **insured**;
- B. the costs incurred by **us**;
- C. the actual loss of earning by an **insured** for time spent away from work at **our** request (**we** pay up to \$50 per day);
- D. the necessary costs incurred by **you** at **our** request;
- E. the interest which accrues after the entry of a judgment, but ending when **we** tender or pay up to **our limit**;
- F. the premiums on appeal bonds or bonds for the release of attachments up to **our limit** (**We** are not required to apply for or furnish bonds);
- G. the premiums up to \$500 per bail bond required on an **insured** because of an accident or a traffic law violation arising out of the use of a vehicle to which this Farm Personal Liability Coverage applies (**We** are not required to apply for or furnish bonds); and
- H. prejudgment interest awarded against an **insured** on that part of the judgment **we** pay. If **we** offer to pay the **limit**, **we** will not pay any prejudgment interest based on that period of time after the offer.

5. **First Aid Expense**

We pay the expenses incurred by an **insured** for first aid to persons, other than **insureds**, for covered **bodily injury**.

6. **Motorized Vehicles**

We pay for the **bodily injury** or the **property damage** which:

- A. occurs on the **insured premises** and is a result of the ownership, maintenance, use, loading or unloading of:
 - (1) a **motorized vehicle** if it is not subject to **motor vehicle** registration because of its type or use, or
 - (2) a **recreational motor vehicle**;
- B. results from:
 - (1) a golf cart while used for golfing purposes;
 - (2) a utility, boat, camp or mobile home trailer, except when the trailer is carried on, is towed by or is attached to a **motor vehicle** or a recreational motor vehicle;

- (3) a **motorized vehicle** which is designed only for use off public roads and which is used mainly to service the **insured premises**.

- C. results from an **insured's** use of a **recreational motor vehicle** which is not owned by an **insured**.

7. **Watercraft**

- A. **We** pay for the **bodily injury** or the **property damage** which results from the maintenance, use, loading or unloading of:

- (1) a watercraft while it is on the **insured premises**;
- (2) a watercraft which is not owned by or rented to an **insured** is the loss is a result of the activities of an **insured**;
- (3) a watercraft which is owned by or is rented to an **insured** and is powered by inboard or inboard/outboard motors which total 50 horsepower or less;
- (4) a sailing vessel with or without auxiliary power which is owned by or is rented to an **insured** and is less than 26 feet in length; or
- (5) a watercraft which is powered by outboard motors which total 50 horsepower or less.

- B. **We** pay for the **bodily injury** or the **property damage** which results from the maintenance, use, loading or unloading of watercraft that is powered by outboard motors which total more than 50 horsepower if:

- (1) the motors are listed on the Declarations;
- (2) the motors are acquired by an **insured** during the policy period and a request for coverage is made within 45 days after they are acquired, or
- (3) the motors are not owned by an **insured**.

8. **Business**

We pay for the **bodily injury** or the **property damage** which results from:

- A. the rental of that part of the **insured premises** that is usually occupied by **you** as a residence;
- B. the rental of other parts of the **insured premises** for use as a residence (No family unit may include more than two roomers or boarders); or
- C. the rental of a part of the **insured premises** for use as a school, studio, office or private garage.

EXCLUSIONS THAT APPLY TO COVERAGES L AND M

Farm Personal Liability Coverage does not apply to **bodily injury** or **property damage** which results directly or indirectly from:

1. war (This includes undeclared war, civil war, insurrection, rebellion, revolution, warlike act by a military force or military personnel, or destruction, seizure or use of property for a military purpose. Discharge of a nuclear weapon is deemed a warlike act even if accidental.);
 2. the ownership, operation, maintenance, use occupancy, renting, loaning, entrusting, supervision, loading or unloading of aircraft, except for **bodily injury** to a person while performing duties as a **domestic employee** (This exclusion does not apply to model airplanes.);
 3. the ownership, operation, maintenance, use occupancy, renting, loaning, entrusting, supervision, loading or unloading of **motorized vehicles** or watercraft owned or operated by or rented or loaned to an **insured**. **We** do pay:
 - A. for **bodily injury** to a person in the course of performing duties as a **domestic employee**; or
 - B. if coverage is provided by an Incidental Motorized Vehicle or Watercraft Coverage;
 4. the use of a **motorized vehicle** in, or in the practice or the preparation for racing, speed, pulling or pushing, demolition or stunt activities or contests;
 5. liability imposed by law on an **insured** for the use of a **motorized vehicle**, aircraft or watercraft, except if coverage is provided for by an incidental **Motorized Vehicle** or Watercraft Coverage.
 6. the rendering of or the failing to render a professional service;
 7. activities related to the **business** of an **insured**, except as provided for by an Incidental **Business** Coverage.
 8. **premises** that are owned, rented or controlled by an **insured** and that are not the **insured** premises. **We** do pay for **bodily injury** to a person in the course of performing duties as a **domestic employee**;
 9. an intentional act of an **insured** or an act done at the direction of an **insured**;
 10. an **occurrence** for which an **insured** is also an **insured** under a nuclear energy liability policy or would be an **insured** but for the exhaustion of its **limits** (A nuclear energy liability policy is a policy issued by the Nuclear Energy Liability Insurance Association, Mutual Atomic Energy Liability Underwriters, Nuclear Insurance Association of Canada or their successors.);
- 11.A. the actual, alleged or threatened discharge, dispersal, seepage, migration, release or escape of **pollutants**;
 1. at or from any **premises**, site or location which is or was at any time owned or occupied by or rented or loaned to any **insured**;
 2. at or from any premises, site or location which is or was at any time used by or for any **insured** or others for the handling, storage, disposal, processing or treatment of waste;
 3. which are or were at any time transported, handled, stored, treated, disposed or processed as waste by or for any **insured** or any person or organization for whom you may be legally responsible; or
 4. at or from any premises, site or location on which any **insured** or any contractors or subcontractors working directly or indirectly or any **insured's** behalf are performing operations:
 - (a) if the **pollutants** are brought on or to the premises, site or location in connection with such operations by such **insured**, contractor or subcontractor; or
 - (b) if the operations are to test for, monitor, clean up, remove, contain, treat, detoxify or neutralize, or in any way respond to, or assess the effects of **pollutants**.

Subparagraphs 1. and 4. (a) do not apply to **bodily injury** or **property damage** arising out of heat, smoke or fumes from a hostile fire. Hostile fire means one which becomes uncontrollable or breaks out from where it was intended to be.
 - B. Any loss, cost or expense arising out of any:
 1. request, demand or order that any **insured** or others test for, monitor, clean up, remove, contain, treat, detoxify or neutralize, or in any way respond to or assess the effects of **pollutants**; or
 2. claim or suit by or on behalf of a governmental authority for damages because of testing for, monitoring, cleaning up, removing, containing, treating, detoxifying or neutralizing, or in any way responding to, or assessing the effects of **pollutants**.
 - C. any substance released or discharged from any **aircraft**.
This exclusion does not apply to:
 1. **bodily injury** or **property damage** caused by or resulting from discharge, dispersal, release or escape of farm chemicals, liquids or gases used or intended for use in normal or usual farming or agricultural operations, from a farm implement or mobile equipment, while off the **insured location**, while in a non-operational mode and while the **insured** is transporting farm chemicals, liquids or gases, provided that such transport is not in violation of any ordinance or law and is not covered by any other insurance policy;
 2. **bodily injury** or **property damage** occurring on the **insured location** caused by or resulting from the discharge, dispersal, release or escape of **pollutants**; when such discharge, dispersal, release or escape is caused by:
 - (a) hostile fire;

- (b) windstorm, but only when a building, bin, tank or tank wagon containing **pollutants** first sustains actual damage by windstorm that allows the discharge, dispersal, release or escape of **pollutants**;
- (c) explosion, unless caused by any fired or heated vessel;
- (d) vehicles other than motor vehicles, but only when a building, bin, tank or tank wagon containing **pollutants** first sustains actual damage by physical contact with a land vehicle that allows the discharge, dispersal, release or escape of pollutants and when such loss is not covered by any other insurance policy;
- (e) collision with an object or overturn of mobile farm equipment that results in the discharge, dispersal, release or escape of **pollutants**.

The most **we** will pay for **pollutants** clean-up and removal for an occurrence is \$50,000 per occurrence and a policy period aggregate of \$100,000.

This expense will be paid only if they are reported within 180 days of the earlier of:

- 1. the date of the direct physical loss or damage, or
- 2. the end of the policy period.

- 12. **Bodily injury** to a **farm employee** to an **insured** if it occurs in the course of employment or the consequential injury to a spouse, child, parent, brother or sister of such injured employee.

This exclusion applies whether the **insured** is liable either as an employer or in any other capacity and to any obligation of an **insured** to fully or partially reimburse another for damages arising out of the injury.

ADDITIONAL EXCLUSIONS THAT APPLY ONLY TO COVERAGE L

Coverage L does not apply to:

- 1. **bodily injury to you**, and if residents of **your** household, **your** relatives, and persons under the age of 21 in **your** case or in the case of **your** resident relatives;
- 2. liability assumed under a contract or an agreement except as provided for by Incidental Contracts and Agreements Coverage;
- 3. damage to property owned by the **Insured**.
- 4. damage to property that is rented to, occupied by, used by or in the care of an **insured** except for **property damage** caused by fire, smoke or explosion.

- 5. sickness, disease or death of a **domestic employee** unless a written notice is received by **us** within 36 months after the end of the policy period in which the injury occurred;
- 6. **bodily injury** to a person, including a **domestic employee**, if the **insured** has a workers' compensation policy covering the injury of if benefits are payable or are required to be provided by an **insured** under a workers' compensation, non-occupational disability, occupational disease or like law;
- 7. **property damage** to products manufactured, sold, handled or distributed by an **insured** when the **property damage** arises out of such products or a part of the products.
- 8. **property damage** to work performed by or for an **insured** when the **property damage** arises out of such work or a part of the work; or
- 9. liability for **property damage** which is a result of the discharge of substances from an aircraft.

ADDITIONAL EXCLUSIONS THAT APPLY ONLY TO COVERAGE M

Coverage M does not apply to **bodily injury** to:

- 1. an **insured** or other person who resides on the **insured premises**, except a **domestic employee**;
- 2. a person who is on the **insured premises** because a **business** is conducted or professional services are rendered on the **insured premises**; or
- 3. a person, including a **domestic employee**, if a workers' compensation policy covers the injury or if benefits are provided under a workers' compensation, non-occupational disability, occupational disease or like law.

WHAT YOU MUST DO IN CASE OF LOSS

- 1. **Notice** - In the case of an occurrence (of if an **insured** becomes aware of anything that indicates that there might be a claim under this Farm Personal Liability Coverage), the **insured** must promptly give **us** or **our** agent notice (in writing if requested).

The notice must state:

- A. the name of the **insured**; the policy number and the time, place and the details of the occurrence,
- B. the names and the addresses of all known potential claimants and witnesses.

2. **Cooperation** - The **insured** must cooperate with **us** in performing all acts required by this Farm Personal Liability Coverage.
3. **Volunteer Payments** - The **insured** must not make payments, pay or offer rewards or assume obligations or other costs, except at the **insured's** own cost. This does not apply to costs that are allowed by this Farm Personal Liability Coverage.
4. **Other Duties – Liability Coverage** - In case of an **occurrence** which might result in a claim, the **insured** must promptly give **us** copies of all legal papers, demands and notices that relate to the **occurrence** or claim.
At **our** request, the **insured** must help **us**:
 - A. to settle a claim;
 - B. to conduct suits (This includes being at trials and hearings);
 - C. to enforce the right of recovery or indemnification against all parties who may be liable to an **insured** for the injury or damage;
 - D. the securing of and giving of evidence; and
 - E. obtaining the attendance of all witnesses.

5. **Other Duties – Medical Payments To Others Coverage** - In case of a loss the injured person or someone acting on behalf of that person must:
 - A. give **us** written proof of claim (under oath if **we** request) as soon as practical; and
 - B. authorize **us** to get copies of medical records.

The injured person must submit to physical exams by doctors chosen by **us** when and as often as **we** may require.

HOW MUCH WE PAY FOR LOSS OR CLAIM

1. **Coverage L – Liability** - The **limit** shown on the Declarations for Coverage L is the most **we** pay for loss for each **occurrence**. This applies regardless of the number of:
 - A. persons **insured** under this Farm Personal Liability Coverage;
 - B. parties who sustain injury or damage; or
 - C. claims made or suits brought.
2. **Coverage M – Medical Payment To Others** - The limit shown on the Declarations per person for Coverage M is the most **we** pay for all medical expenses payable for **bodily injury** to one person as the result of one accident.

When a **limit** is shown on the Declarations per accident for Coverage M, that **limit** is the most **we** pay for any one accident.

3. **Insurance Under More Than One Coverage** - If more than one coverage applies to a loss, **we** pay no more than the actual loss.
4. **Coverage L – Insurance Under More Than One Policy** - Coverage L is excess over other valid and collectible insurance that applies to the loss or claim.
If the other valid and collectible insurance is also excess, **we** pay only **our** share of the loss. **We** pay only that part of the loss that the applicable limit of liability under this policy bears to the total amount of insurance covering the loss.

PAYMENT OF LOSS OR CLAIM

A person who has secured a judgment against an **insured** for an insured loss or has liability established by a written agreement between the claimant, and **insured** and **us**, is entitled to recover under this Farm Personal Liability Coverage to the extent of coverage provided.

CONDITIONS

1. **Bankruptcy of an Insured** - Bankruptcy or insolvency of an **insured** does not relieve **us** of **our** obligations under this Farm Personal Liability Coverage.
2. **Conformity With Statute - Terms** in conflict with the laws of the state where the premises described on the Declarations is located are changed to conform to such laws.
3. **Misrepresentation, Concealment or Fraud** - This Farm Personal Liability Coverage is void if, before or after a loss:
 - A. an **insured** has willfully concealed or misrepresented:
 - 1) a material fact or circumstances with respect to this insurance; or
 - 2) an **insured's** interest herein.
 - B. there has been fraud or false swearing by an **insured** with respect to this insurance or the subject thereof.
4. **Subrogation (Section II)** - If **we** pay for a loss, **we** may require that the **insured** assign to **us** the right of recovery up to the amount **we** pay. **We** are not liable for a loss if, after the loss, an **insured** impairs **our** right to recover against others. **You** may waive **your** right to recover, in writing, before a loss occurs, without voiding coverage.
Subrogation does not apply to Coverage M - Medical Payments to Others or to Damage to Property of Others under the Incidental Personal Liability Coverages.
5. **Suit Against Us** - No suit may be brought against **us** unless:
 - A. all **terms** of this Farm Personal Liability Coverage have been complied with, and

- B. the amount of an **insured's** liability has been fixed by:
- 1) a final judgment against an **insured** which is the result of a trial; or
 - 2) a written agreement of the **insured**, the claimant and **us**.

No person has a right under this Farm Personal Liability Coverage to join **us** or implead **us** in actions that are brought to fix the liability of an **insured**.

GENERAL POLICY CONDITIONS

1. Policy Period

This policy applies to loss in Section 1, or **bodily injury** or **property damage** in Section II, which occurs during a term of one year beginning at 12:01 AM central standard time on the effective date shown in the declarations. Coverage continues for additional terms of one year, if **you** have paid the required premium on or before the anniversary date of this policy. Coverage ceases at 12:01 AM on the expiration date shown in the declarations.

2. Liberalization Clause

If **we** adopt any revision which would broaden the coverage under this policy, without additional premium within 60 days prior to or during the policy period, the broadened coverage will immediately apply to this policy.

3. Concealment or Fraud

We do not cover any **Insured** who has intentionally concealed or misrepresented any material fact or circumstance relating to this insurance. If **you**, or any person meeting the deduction of **Insured**, intentionally conceal or misrepresent any material fact or circumstance relating to this insurance, the policy will be void as to all **Insured's**, including **you**.

4. Waiver or Change of Policy Provisions

A waiver or change of any provision of this policy must be in writing to be valid. **Our** request for an appraisal or examination shall not waive any of **our** rights.

5. Cancellation

- A. **You** may cancel this policy at any time by returning it to **us** or by letting **us** know in writing of the date cancellation is to take effect.
- B. **We** may cancel this policy only for the reasons stated in this condition. The cancellation notice, together with our reason for cancellation, will be mailed to **you** at **your** last mailing address known to **us**, and **we** will obtain a certificate of mailing.

- (1) When **you** have not paid the premium, **we** may cancel at any time by mailing **you** at least 10 days notice of cancellation.
- (2) When this policy has been in effect for less than one year and is not a renewal with **us**, **we** may cancel for any reason by mailing **you** notice at least 30 days before the date cancellation takes effect.
- (3) When this policy has been in effect for one year or more, and if it is a renewal with **us**, **we** may cancel if this policy was obtained by misrepresentation or fraud or of any act which measurably increases the risk originally accepted. This can be done by mailing **you** notice at least 30 days before the date cancellation takes effect.

- C. When this policy is cancelled, the premium for the period from the date of cancellation to the expiration date will be refunded pro rata.
- D. If the return premium is not refunded with the notice of cancellation or when this policy is returned to **us**, **we** will refund it within a reasonable time after the date cancellation takes effect.

6. Non-Renewal

We may elect not to renew this policy. **We** may do so by mailing **you**, together with our reasons for non-renewal, 30 days advance notice, at **your** last mailing address known to **us**, of intention not to renew, and **we** will obtain a certificate of mailing.

A copy of the notice will also be sent a mortgagee or lienholder if named in this policy at the last mailing address known by **us**.

If **we** have issued insurance to the **Insured** and it has been in effect with **us** for five or more years, **we** will not exercise **our** right of nonrenewal unless:

- A. the policy was obtained by misrepresentation or fraud, or
- B. the risk originally accepted has measurably increased, or
- C. the **Insured** has received sixty (60) days notice or **our** intention not to renew in the manner provided in the first paragraph.

7. Assignment

Assignment of this policy shall not be valid unless **we** give **our** written consent.

8. Subrogation (Section I)

We may require an assignment of rights of recovery for a loss to the extent that payment is made by **us**. If an assignment is sought, any **Insured** shall sign and deliver all related papers and cooperate with **us** in any reasonable manner.

9. Death

If **you** die during the policy period, this policy, while in force, covers **your** legal representative and any person having temporary custody of the **insured location**.

10. Mutuality of Policy

By accepting this policy, **you** become a member of the **MENDOTA MUTUAL INSURANCE COMPANY** with all the rights and privileges as provided in the Company By-Laws in force at the time this policy takes effect or that become in force during the continuance of this policy.

If there is coverage in this policy under Section II – Liability Coverage, **you** also become a member of Rockford Mutual Insurance Company with all the rights and privileges of a member as provided in the Company By-Laws in force at the time this policy takes effect or that become in force during the continuance of this policy.

Upon cancellation or termination of this policy, **you** will cease to be a member of either Company, and **your** rights and interests in the Companies will terminate.

11. Contingent Liability Clause

The **MENDOTA MUTUAL INSURANCE COMPANY** is an assessable Company and each member of the Company shall be liable for any assessments levied by the Company pursuant to the Farm Mutual Insurance Company Act of 1986. Such assessments will be levied as often as may be necessary to pay actual losses and expenses of the Company. The assessments will be levied upon all members who were policyholders within a one year period preceding the date of the decision to levy the assessment. Notwithstanding the policy provision entitled “Mutuality of Policy” such contingent liability could be imposed after cancellation or termination of this policy. If an assessment is levied, each member shall be liable for his or her pro rata share of the total assessment. Neglect or failure to pay a written notice of an assessment when due, shall without further notice, render the policy suspended as to the interest of the **Insured** until such payment be made, and in no case shall the Company be liable to the **Insured** for any loss occurring during such suspension.

ROCKFORD MUTUAL INSURANCE COMPANY is non-assessable and the liability of each member is limited to the premium deposit on the policy issued and shall be without contingent liability.

SEPARATION OF LIABILITY

The **MENDOTA MUTUAL INSURANCE COMPANY** assumes liability for all coverages under Section I.

ROCKFORD MUTUAL INSURANCE COMPANY assumes liability for all coverages under Section II.

ANNUAL MEETING

The Annual Meeting of the **MENDOTA MUTUAL INSURANCE COMPANY** shall be held at the Home Office of the Company in Mendota, Illinois on the fourth Tuesday of January in each year at 1:30 P.M.

The Annual Meeting of the **ROCKFORD MUTUAL INSURANCE COMPANY** is held at the Home Office of the Company in Rockford, Illinois, on the fourth Thursday of April in each year at 10:00 A.M.


IN WITNESS WHEREOF, this policy is signed by the President and Secretary of the **MENDOTA MUTUAL INSURANCE COMPANY** and **ROCKFORD MUTUAL INSURANCE COMPANY** and countersigned on the attached declarations by an authorized representative of the companies

President, Mendota Mutual Insurance Company

Secretary, Mendota Mutual Insurance Company



President, Rockford Mutual Insurance Company



Secretary, Rockford Mutual Insurance Company

In compliance with Public Act 86-1407, you are hereby notified that any complaints relating to your insurance coverage may be directed to the following:

Mendota Mutual Insurance Co.
P.O.Box 498
1019 Main Street
Mendota, Illinois 61342
Phone: 815-539-3426

or

Rockford Mutual Insurance Co.
P.O. Box 5626
Rockford, Illinois 61125
Toll Free: 800-747-2957

or

Public Service Division
Department of Insurance
320 W. Washington Street
Springfield, Illinois 62767

Your insurance agent may be able to answer any questions and then it would not be necessary to write either of the above organizations.

