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# **THE FARMOWNERS - RANCHOWNERS INSURANCE PROGRAM**

**A Description of the Policy Format**

**and a Listing of Basic and Optional Coverages Available in this Insurance Program**

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Introduction

Over the past 20 years the insurance industry has introduced a series of packaged policies which include both property damage and liability coverages. As a result of economies in handling, these multi-line insurance policies usually develop lower premiums than the separate fire and liability policies which they replace, and frequently provide broader protection than was formerly available.

The first packaged policy developed was the Homeowners Policy in 1959. This policy insures against property damage caused by fire, wind, and several other perils. The extent of coverage against these and other perils depends on whether the basic form or broad form coverage is selected and whether the dwelling is owner-occupied or tenant-occupied. The Homeowners Policy also provides liability coverage called comprehensive personal liability (CPL). This covers only personal liability and not business, commercial, employee, or motor vehicle related liability.

As a result of the popularity of the Homeowners Policy, a Farmowners Policy Program was developed in 1961 and is still widely used today. The Farmowners program utilized a similar format to that of the Homeowners Policy. It included property damage coverage of the dwelling and appurtenant structures and personal liability coverages, but it also included property damage coverage of farm structures, machinery, livestock, and stored crops and liability coverage for the farm business. The liability coverage is the same as that provided by the Farmers Comprehensive Personal Liability (FCPL) Policy. Coverage for machinery and livestock is often provided by Inland Marine Floaters (a broad coverage policy with blanket and/or scheduled coverage of property and attachable to the Farmowners Policy).

In 1972, the Insurance Services Office, an insurance rating organization serving numerous insurance companies, developed a packaged policy program for farm ranch operations and titled it, "The Farmowners - Ranchowners Insurance Program." It is similar to the Farmowner Program with a few exceptions. For instance, appurtenant structures are listed along with other farm structures under Coverage F - Farm Structures rather than separately as Coverage B - Appurtenant Structures, as in the Farmowners Policy. Also, machinery and livestock are covered for property damage as Coverage D (scheduled) and Coverage E (Unscheduled or Blanket) Farm Personal Property 2/ under Forms FR-6 and FR-7 rather than being covered by Inland Marine Floaters.

1/ Modified from "Farmowners - Ranchowners Policy Program," Insurance Services Office, New York, New York, 1976.

2/ See Table 1.

The basic format of the Farmowners-Ranchowners Policy, like that of the other standard package policies: is composed of a policy "jacket" consisting of a declarations page, the 165 numbered lines of the standard fire policy, a section dealing with general conditions, a section dealing with Section I (Property) coverage and a section dealing with Section II (Liability) coverage. The appropriate forms and endorsements are attached to the policy jacket to complete the particular policy desired by each individual insured.

### Definition of Farm Property

Any legal contract concerning property must provide a definition or description of the property being considered in the contract. Under the general rules of the Farmowners-Ranchowners Policy, farm property consists of dwellings, barns, granaries, outbuildings and other structures used in connection with them (i.e., silos and land). The contents of these structures are included in the definition. Also defined as farm property are livestock, hay and grain in stacks and farm machinery and equipment. Farm property must be located on land used for poultry, truck, fruit, livestock, dairy or other farming purposes. The property may be located inside or outside of the corporate limits of cities, towns, or villages. The location(s) of the particular insured farm property is listed on the declarations page and, where necessary, on subsequent endorsements. The policy will cover both owned and rented property.

### Policy Forms and Description of Coverage

Each Farmowners-Ranchowners policy follows a format which includes the use of policy forms that insure against certain perils and provide the proper coverage for the different types of farm property. One policy form provides farmers comprehensive personal liability coverage. Certain forms may replace others depending on the type of farm control and perils to be insured against. Endorsements may also be added to limit or extend the insurance company's basic liability. The following list defines the Farmowners-Ranchowners coverages for property and liability insurance and it describes the various policy forms. Section I of the policy includes coverages for different types of property. Table 1 shows the perils and coverages insured by each policy form.

#### Section I Coverages - Property Damage

- Coverage A - Dwelling
- Coverage B - Unscheduled Personal Property (Household)
- Coverage C - Additional Living Expense
- Coverage D - Scheduled Farm Personal Property
- Coverage E - Unscheduled Farm Personal Property (Blanket)
- Coverage F - Barns, Buildings, Structures and Additional Dwellings

#### FORM FR-1 - BASIC FORM

The basic form covers the dwellings, unscheduled personal property (household) and additional living expense (Coverages A, B, and C), against loss from the most critical perils.



FORM FR-2 - BROAD FORM

This broad form covers the dwelling, unscheduled personal property (household goods) and additional living expense (Coverages A, B, and C) against loss caused by the perils covered by the Basic Form and eight additional perils.

FORM FR-4 - CONTENTS BROAD FORM

The CONTENTS BROAD FORM provides coverage of unscheduled personal property (household goods), including the insured's interest in building additions or alterations, and additional living expense against loss by the same perils that are listed in FORM FR-2 - BROAD FORM. This form provides protection for the tenant operator (see eligibility, FORM FR-4).

FORM FR-6 - SCHEDULED FARM PERSONAL PROPERTY

This form provides coverage for itemized farm personal property against loss caused by any of 12 categories of perils.

FORM FR-7 - UNSCHEDULED FARM PERSONAL PROPERTY (BLANKET)

Form FR-7 provides coverage for farm personal property against loss on a blanket basis. Some states (New York excluded) do not permit blanket coverage of farm personal property. The perils insured against by FORM FR-7 are the same as those insured against by FORM FR-6 - SCHEDULED FARM PERSONAL PROPERTY.

FORM FR-8 - BARNs, BUILDINGS, STRUCTURES AND ADDITIONAL DWELLINGS

FORM FR-8 covers barns, buildings, structures, and additional dwellings on a scheduled basis. It is important to note that the previously developed Farmowners policy does permit coverage of additional dwellings through the use of FORM FR-8. Many New York farms provide a house for hired labor as a wage benefit or rent dwellings on farm parcels acquired separately from the home farm. This form provides one method of obtaining the needed coverage for these dwellings. Another method of insuring other dwellings with Coverage A is discussed later under "Additional Farm Dwellings and Farm Buildings". Eight categories of perils are insured against by FORM FR-8.

Section II Coverages - Liability

FORM FR-9 - LIABILITY

This form with proper endorsements will provide the total liability insurance needs for the farm business. Protection is provided by coverages G and H listed below, and endorsements which will be discussed later in this publication.

Coverage G - Personal Liability

Coverage G provides for payment on the behalf of the insured of all



sums which the insured becomes legally obligated to pay as damages up to the stipulated limit and caused by an occurrence arising out of the insured's premises or from the insured's personal or farm business activities.

#### Coverage H - Medical Payments to Others

Coverage H provides for payment of all medical payments incurred by other persons, up to the specified limit, who sustain bodily injury caused by an accident arising out of the insured's premises or from the insured's personal or farm business activities. It does not provide for medical payments to the insured.

#### Eligibility

The Farmowners-Ranchowners Policy Program provides coverage for most businesses in the farm or ranch category, whether owner-occupied or tenant-occupied (nonowner-occupied). But coverage under these situations is offered by different policy forms as follows:

#### FORM FR-1 or FR-2

1. The Farmowners-Ranchowners Policy may be written using FORM FR-1 or FR-2 to cover a farm or ranch which is owner-occupied or is owned but not occupied by the insured. If the farm is owned but not occupied, the farm or ranch must be operated by a tenant operator under the owner's direct or contractual management. The main farm or ranch dwelling must (a) be used exclusively for residential purposes (exceptions: certain incidental office, professional, private school or studio occupancies) and (b) contain not more than two families with not more than two roomers or boarders per family.
2. A corporate-owned farm or ranch which is financially controlled by the Named Insured or the Named Insured and other individuals included within the policy definition of "Insured" is eligible for a Farmowners-Ranchowners Policy.

#### FORM FR-4

1. FORM FR-4 may be written to provide coverage for the farm or ranch dwelling occupied by the insured tenant (nonowner) who farms on a full time basis provided the dwelling is used exclusively for residential purposes (exceptions: certain incidental office, professional, private school or studio occupancies) and is not occupied by more than one family or more than two roomers or boarders.

The farm dwelling or the farm itself cannot be vacant. Those farms with manufacturing or processing facilities, such as creameries, dairies, farms operating freezing or dehydrating plants or poultry factories, whose principle purpose is to supply commodities for manufacture or processing by the insured for sale to others are ineligible for Farmowners-Ranchowners coverage. Dairy farms are eligible. However, farms devoted to raising and using race horses are not eligible for coverage.

A mobile home, trailer home, house trailer or their contents are not eligible for Coverage A or B of FORMS FR-1, FR-2, or FR-4; such property may be written under Coverages D or F at the appropriate premium charge.

Co-owners, executors, administrators, trustees, and beneficiaries are "additional interests" that are eligible for coverage under the policy. With regard to co-ownership and partnerships, certain ownership and operating relationships affect the insurance needs of the co-owner or partner.

A partner or co-owner not occupying a dwelling on the farm, whether or not this person is engaged in the operation of the farm, is covered for farm exposure at no extra charge. However, if the co-owner or partner nonoccupant wants CPL coverage for a personal residence, this person must obtain this coverage with a separate policy at the normal premium charge.

A co-owner occupying a separate dwelling on the farm premises and not engaged in the operation of the farm is covered for farm exposure at no additional charge. This coverage requires the attachment of Endorsement FR-40 (Additional Insured Designated Premises Only) to the policy. However, a charge is levied for "additional residence premises rented to others" and if the co-owner occupant wants CPL coverage, it must be written under a separate policy.

An additional premium for CPL coverage is charged when partner or owner occupants, who occupy separate residence premises on the farm premises, are engaged in the operation of the farm business. Endorsement FR-41 (Additional Insured) is attached to provide this coverage.

#### Policy Coverages and Basic Limits of Liability

Under the Farmowners-Ranchowners Policy Program, certain policy coverages are either mandatory or optional. Also, minimum limits of coverage must be purchased depending on whether the Named Insured is an owner-occupant, owner-nonoccupant, or tenant. Table 2 illustrates the policy coverages and basic limits of coverage which must be purchased depending on the occupancy status of the Named Insured.

#### Deductibles

The Farmowners-Ranchowners Policy contains a flat \$100 loss deductible clause for coverages extended under Section I, except Coverage C (Added Living Expense) and the Fire Department Service Charge. The insured may opt to increase the deductible to \$250, \$500 or higher with the attachment of the proper endorsement. A special \$250 flat theft loss deductible endorsement may be attached to the policy for each loss caused by theft of items covered in Section I.

When higher deductibles are selected, a premium credit is calculated and subtracted from the total premium. The reduction in premium with higher deductibles may be beneficial for farms which seldom sustain small losses. Protection against large losses is the most important need of the farm business. Therefore, savings may be obtained while protection is maintained against a large potentially devastating loss.

TABLE 2. POLICY COVERAGES AND MINIMUM LIMITS OF COVERAGE

Coverages	Owner		
	Owner Occupant	Non-Occupant	Tenant
A. Dwelling	Mandatory	Mandatory	--
Type 1	\$12,000	\$12,000	--
Type 2	10,000	10,000	
Type 3	8,000	8,000	
B. Unscheduled Personal Property (Household)	Mandatory 50% of limit on dwelling	-- <sup>1/</sup>	Mandatory Type 1 \$6,000 Type 2 5,000 Type 3 4,000
C. Additional Living Expense	Mandatory 10% of limit on dwelling (Coverage A)	Mandatory 10% of Coverage A	Mandatory 10% of Coverage B
D. Farm Personal Property (Scheduled)	Optional --	<sup>2/</sup> \$10,000	Mandatory <sup>3/</sup> \$10,000
E. Farm Personal Property (Blanket) 80% Coinsurance	Optional \$15,000	<sup>2/</sup> \$15,000	Mandatory <sup>3/</sup> \$15,000
F. Barns, Buildings, Structures and Additional Dwellings (Scheduled)	Optional --	<sup>2/</sup> \$10,000	Optional <sup>4/</sup> --
G. Personal Liability <sup>5/</sup>	Mandatory \$25,000	Mandatory Each Occurrence \$25,000	Mandatory \$25,000
H. Medical Payments to Others	Mandatory \$500	Mandatory Each Person \$500 Each Accident \$25,000	Mandatory \$500 \$25,000

<sup>1/</sup> Since the owner does not occupy the dwelling, Coverage B does not apply. However, Unscheduled Personal Property (Household goods) coverage may be provided under Coverage D. A premium credit is subtracted from the policy if this coverage is deleted under the owner-

TABLE 2 (Continued).

- nonoccupant status.
- 2/ For the owner nonoccupant, coverage is mandatory for either Coverage D, E, or F. If Coverage E is written for \$15,000, then Coverage D or F may be written for less than the \$10,000 minimum limit. If Coverage E is not written, then either Coverage D or F must be written for a minimum limit of \$10,000 and the other may be written for less than the \$10,000 limit. Hence, the minimum coverage is specified under at least one of Coverages D, E, or F must be met.
  - 3/ Coverage is mandatory under either Coverage D or E for the tenant oriented policy. If Coverage E is written for \$15,000, then Coverage D may be written for less than the specified limit. If Coverage E is not written, then Coverage D must be written for a minimum limit of \$10,000.
  - 4/ FORM FR-8 provides insurance for certain improvements and betterments on structures which may be legally removed by the tenant.
  - 5/ Personal Liability Coverage extends coverage for bodily injury and property damage.

Optional Coverages

Section I - Property Damage

1. Added Living Expense  
The limit of liability may be increased with an additional premium charge.
2. Appurtenant Private Structures  
A private structure appurtenant to the dwelling of a farm or ranch may only be covered as a specified item under FORM FR-8 at the appropriate barn premium rate.
3. Building Additions and Alterations  
This optional coverage applies to FORM FR-4 under Coverage B. It provides coverage for building additions or alterations undertaken by the tenant. The limit of liability may be increased for an additional premium.
4. Extra Farm Expenses  
FR-55 (Extra Expense Endorsement) provides optional coverage to permit the insured to continue normal farm operations which have been interrupted as a result of damage to or destruction of property covered under Coverages D, E, or F.
5. Replacement Cost Coverage  
Replacement cost coverage (Endorsement FR-46) may be attached to the policy to cover only dwellings under Coverage A at a small additional premium charge per building.
6. Inflation Guard Coverage  
The insured may opt to attach an inflation guard endorsement to policy Forms FR-1, FR-2, or FR-8. To obtain this coverage, Forms FR-1 or FR-2 of the insured's policy must be endorsed with Endorsement FR-46.

(Replacement Cost) and one of the following inflation guard endorsements: Endorsement FR-52 (1% quarterly increase in value), Endorsement FR-83 (1 1/2% quarterly increase), Endorsement FR-84 (2% quarterly increase), or Endorsement FR-85 (quarterly increases in excess of 2% and at 1/2% intervals). These endorsements require an additional premium charge.

7. Accidental Shooting and Drowning of Livestock  
Optional coverage under Endorsement FR-56 (Accidental Shooting and Drowning Perils) may be obtained by the insured when this endorsement is attached to policies that cover livestock under Form FR-6 - Scheduled Farm Personal Property. There is an added premium charge.
8. Peak Season Properties  
Endorsement FR-54 (Peak Season Endorsement) provides additional coverage on farm personal property where the value of this property fluctuates. This endorsement is especially useful for covering stored crops where the value and volume fluctuate through the year.
9. Credit Card and Depositors Forgery Coverage  
Coverage against unauthorized use of lost or stolen credit cards, forgery or alteration of checks or drafts, or loss due to acceptance of counterfeit paper currency is offered at an additional premium.
10. Earthquake Coverage  
This coverage may be extended for all Section I coverages to the limits of liability expressed in the policy at an additional cost.
11. Fire Department Service Charge  
The \$250 limit of liability included in the policy may be increased at an additional cost.
12. Glass Coverage  
Specific (Scheduled) glass items may be covered for an additional premium.
13. Money and Securities  
Money, bullion, numismatic property, bank notes, and securities, accounts, bills, deeds, evidences of debt, letters of credit, notes other than bank notes, passports, railroad and other tickets and stamps (including philatelic property) are covered under the basic Farmowners-Ranchowners Policy at an aggregate limit of \$100 for money and \$500 on securities. This coverage may be increased up to an aggregate limit of \$500 for money and \$1,000 for securities.
14. Unscheduled Personal Property (Household goods)  
The limit of liability for household goods in FORMS FR-1 and FR-2 may be increased or decreased with the appropriate endorsements. However, the limit may be decreased to an amount no less than 40 percent of the limit of Coverage A. An exception exists when there is an incidental office, professional, private school, or student occupancy in the dwelling or a separate structure on the premises which otherwise meets the eligibility requirements of the Farmowners-Ranchowners policy. Then the limit of coverage on household goods

(Coverage B) must be increased to 60 percent rather than 50 percent as required in the basic policy.

When the dwelling is occupied by a tenant, the limit of liability must be deleted. Premium credits are given for reduction or deletion of Coverage B (Household goods) and additional premium is charged for increased coverage.

15. Scheduled Personal Property

Scheduled personal property (Household goods) may be covered for all risks of physical loss with certain exceptions. A minimum \$15 premium accompanies this coverage irrespective of the term of the policy.

16. Supplemental Floater Coverage

Inland marine coverages may be purchased for farm personal property, agricultural machinery, livestock and other property.

Section II - Liability

The limits for liability Coverages G and H may be increased with an additional premium charge. The premium charged for additional coverage decreases in proportion to the coverage. Thus, it is usually well worth the added protection at a small relative increase in cost. The following coverages may be attached to the Farmowners-Ranchowners Policy when accompanied by the proper endorsement.

1. Additional Residence Premises - Rented to Others

If one or two families rent a second dwelling owned by the Named Insured or spouse, coverage may be obtained for an additional premium charge. Medical payments to others is excluded unless otherwise noted on the endorsement.

2. Business Pursuits

The insured may obtain coverage for liability arising out of business activities other than a farm business of which the insured is the sole owner or a partner. An additional premium is required for this coverage.

3. Animal Collision

Coverage may be provided for death of farm animals caused by collision with a vehicle not owned or operated by the insured or the insured's employees. This coverage is subject to a limit of \$400 per animal and should not be used when livestock is covered under Coverage D or Coverage E. There is a small additional premium charge for this coverage extended by Endorsement FR-53 (Animal Collision).

4. Custom Farming

Incidental custom farming operations are covered in the basic Farmowners-Ranchowners policy. It does not cover custom farming operations that are more than incidental (i.e., a substantial part of the business) to the insured's other farming activities. Coverage in this instance may be obtained for an additional premium. Custom farming activities may also be specifically excluded from the policy by an endorsement to that effect.

5. Employer's Liability

For an additional premium, Employer's Liability Coverage may be extended to cover the insured's farm employees. This coverage includes medical payments. The reader is encouraged to refer to the New York Workmen's Compensation Law to determine whether to purchase Employer's Liability coverage or Workmen's Compensation.

6. Farm Employees Illegally Employed

Farm employees employed in violation of the law may be specifically excluded from liability coverage. A premium adjustment is made by a premium credit.

7. Farms Rented to Others

The basic Section II coverages of the Farmowners-Ranchowners Policy does not include the rental of farms owned or held for rental or sale by the insured or the insured's spouse. This coverage may be obtained through a policy declaration and additional premium.

8. Property in Control of the Insured

Coverage may be provided to cover liability of the insured for property damage to premises used, rented or operated as a farm or to house furnishings therein if such property damage arises out of fire, explosion, smoke, or smudge caused by a sudden, unusual and faulty operation of any heating or cooking unit. This coverage is provided by Endorsement FR-71 (Property in Control of the Insured). This endorsement excludes coverage for liability assumed by the insured under contract or agreement. The limit of liability for this endorsement applies to all damages arising out of one occurrence and applies separately to the coverage under this endorsement. A \$50 deductible also applies per occurrence.

9. Named Insured Medical Payments

Coverage may be provided for the Named Insured, the insured's spouse, relatives, or other persons under the age of 21 and residents of the insured's household. These individuals must be between the ages of 10 and 70 while engaged in farming activities on or off the premises including custom farming. This coverage at an additional premium is extended by Endorsement FR-57 (Named Insured Medical Payments).

10. Outboard Motors and Watercraft

Coverage may be obtained for one or more than one outboard motors in combination with 25 total horsepower or for watercraft not covered in the basic policy. There is an additional premium charge.

11. Owned Snowmobiles

Coverage may be obtained for one or more owned snowmobiles which are not covered in the basic policy. An additional premium is charged.

Additional Farm Locations Owned by the Insured

Quite often a farm business is a combination of several farm properties owned by the farm operator. If these secondary locations satisfy the general eligibility requirements for the Farmowners-Ranchowners

Policy, the mandatory coverages under Section I may be obtained under the same form as the home farm with the attachment of an endorsement. An additional premium is charged for this property coverage and the additional liability exposure.

The farm operator may opt to carry a separate policy for each secondary location which satisfies the eligibility requirements. An additional policy is necessary if the secondary farm location is in another state.

Additional Farm Dwellings and Farm Buildings

Additional farm dwellings located on the insured farm premises may be covered under Coverage A by attaching an endorsement or under Coverage F (Barns, Buildings, Structures and Additional Dwellings). Also, coverage for additional barns, buildings and structures may be insured under Coverage F. These added coverages require an additional premium.

Policy Term

The Farmowners-Ranchowners Policy is generally written for either a one-year term or a three-year term. The one-year policy may be extended with an extension certificate and the premium rate at the time of renewal will be charged for the year affected by the policy.

The three-year policy may be financed in one of two methods; the prepaid plan or the deferred premium payment plan. The three-year-prepaid policy may be obtained at three times the annual premium at the time of inception of the policy. The three-year deferred premium payment plan may be purchased in annual installments with the first payment due at the inception of the policy and each subsequent annual premium is due on the anniversary of the policy's inception. The premium for each installment will be computed at the current rate in effect at each anniversary date. Occasionally, the term of the one or three-year policies may be reduced up to one year with the premiums determined on a prorated basis.



SUMMARY

Although the "Farmowners Policy Program" is popular with many insurance companies, some companies offer a relatively new packaged insurance policy for farms and ranches called "The Farmowners-Ranchowners Insurance Program". Although these two insurance programs are similar, they do differ by the method of insuring certain properties. Policy programs are everchanging as rating organizations, insurance associations, and insurance companies seek to improve their policies for the use of farm and ranch businesses.

The Farmowners-Ranchowners Insurance Program is designed generally for use by farm operations producing farm products. It is not intended to be used to insure manufacturing or processing activities on the farm. Other types of insurance policies will provide the needed coverages for these activities.

The Farmowners-Ranchowners Insurance Program provides flexibility and adequate insurance coverage against the most prominent perils confronting the farm business. This flexibility is provided by the basic policy format and by the addition of a variety of endorsements and exclusions which are attached to the policy jacket.

The farm operator is encouraged to study his entire insurance program, evaluate which insurance policies and coverages are needed, and determine which insurance companies can provide policies with the desired coverage along with reliable service and at a reasonable price.

APPENDIX

CHECKLIST OF FARM BUSINESS INSURANCE a/

Property Insurance

<u>Property</u>	<u>Current Value</u>	<u>Amount of Coverage</u>
Dwellings	_____	_____
Mobile Homes	_____	_____
Barns	_____	_____
Tool Sheds	_____	_____
Silos	_____	_____
Other Buildings	_____	_____
Household goods	_____	_____
Added Living Expense	_____	_____
Machinery (scheduled)	_____	_____
Machinery (blanket)	_____	_____
Livestock (scheduled)	_____	_____
Livestock (blanket)	_____	_____
Special Livestock Coverage	_____	_____

Barn Contents and Stored Crops

Variable limit coverage b/ \_\_\_\_\_ or limit coverage b/ \_\_\_\_\_  
Amount of coverage: \_\_\_\_\_

If variable limit coverage, list amount of coverage by month.

Jan. _____	Feb. _____	Mar. _____	Apr. _____	May _____	June _____
July _____	Aug. _____	Sept. _____	Oct. _____	Nov. _____	Dec. _____

a/ This check list is included so that the farm operator may list his current insurance coverage for evaluating current insurance needs and for comparing with other insurance policies. These lists are simplified and the farmer should also consider the extended and optional coverages he desires when pricing policies.

b/ Check type of coverage.

Farm Liability Insurance

<u>Coverage</u>	<u>Limit</u>
Bodily Injury <u>liability</u> coverage (each occurrence) <u>c/</u>	_____
Property damage <u>liability</u> coverage (each occurrence) <u>c/</u>	_____
Property damage coverage <u>d/</u> (each occurrence)	_____
Medical payments coverage <u>d/</u> (per person/per accident)	_____ /25,000
Animal collision coverage (per animal)	_____
Products liability coverage	_____
Custom farming	Yes _____ No _____
Farm employer's liability <u>e/</u>	_____
Workmen's compensation <u>e/</u>	Yes _____ No _____
Health, death, or disability benefit insurance	Yes _____ No _____

describe:

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c/ These coverages have identical limits for the Farmer's Comprehensive Personal Liability Policy, the Comprehensive Personal Liability Policy and the Comprehensive General Liability Policy.

d/ These coverages pay regardless of fault.

e/ If the farm business employs a labor force which is paid less than \$1,200 in cash wages, then farm employer's liability or workmen's compensation may be purchased. If cash wages are more than \$1,200, then workmen's compensation must be purchased.

Motor Vehicle Insurance f/

<u>Coverage</u>	<u>Limit</u>
Bodily Injury liability (per person/per accident)	/
Property damage liability (each occurrence)	
Medical payments (per person)	
Collision or upset	limit _____ ACV _____ less deductible amount _____
Comprehensive or parked car coverage	limit _____ ACV _____ less deductible amount _____
Towing and labor costs	
Uninsured motorist (per person/per accident)	/
Underinsured motorist (per person/per accident)	/
Optional no-fault insurance	
Increased No-Fault benefits	
Out-of-state coverages	Yes _____ No _____
Death and disability benefits	

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f/ This checklist should be used for each motor vehicle on the farm.