~~DAIRYMAN'S~~FARM LOSS OF ~~EARNINGS~~*INCOME*

Refer to the Supplemental Declarations if information is not shown on this form.
~~For an additional premium, *we*~~*We* provide coverage under this endorsement subject to the ***terms*** contained in the General Policy Provisions.

~~Forms that apply Limit~~SCHEDULE

Amount of
~~Location Building No. to Dairyman's Earnings~~ Insurance
(Farm Loss of ***Income***) $ _____
Optional Coverage: Additional Amount per 30 days $ _____ Additional 30 day increments _____
_____
_____
_____
_____
_____
_____

WHAT *WE* PAY FOR

1. ***We*** pay for loss of ~~*earnings*~~farm ***income*** actually sustained, up to the amount of insurance shown above, when ***your*** farm ***income*** is interrupted by ~~an insured peril subject to the General Policy Provisions~~a covered loss to covered farm property. This agreement is not subject to a deductible or coinsurance clause.

~~HOW MUCH WE PAY FOR LOSS OR CLAIM~~

~~*We* pay for:~~

~~1. *Your* loss of *earnings* resulting from the interruption of business. This loss is not to exceed the reduction in *earnings* less charges and expenses that do not necessarily continue.~~

~~*We* pay for only the length of time that is~~ 2. ***We*** pay up to amount of insurance scheduled for the loss of farm ***income*** for a period up to 3 (three) months, subject to the provisions that follow. Farm ***income*** includes the sum of:

a. net profit;
b. payroll expenses;
c. taxes;
d. interest;
e. ***rents***; and
f. all other reasonable and necessary operating expenses incurred by ***your*** farming operations.

3. ***Your*** loss of farm ***income*** includes only those charges and expenses which necessarily continue during the period of interruption. ***We*** pay expenses ***you*** incur to reduce the loss of ***income***, but, only to the extent that they reduce ***your*** loss of ***income***.
4. ***Your*** loss of farm ***income*** includes only the loss of farm ***income your*** farming operations could reasonably be expected to have earned during the period of interruption if no farm property loss had occurred, minus the ***income your*** farm operations actually earned.
5. ***We*** pay ***your*** loss of farm ***income*** incurred only for the time reasonably required to rebuild, repair or replace the ~~property that has been~~ damaged or destroyed~~; this length of time may extend beyond the expiration of this policy.~~ property. This time frame will begin with the date of such damage or destruction and it is not limited by ***your*** policy period.

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~~***Your*** loss of ***earnings*** for up to 14 consecutive days, resulting from the interruption of ***business*** which occurs as a direct result of damage or destruction of property adjacent to ***your premises*** by the perils insured against. Access to ***your*** described premises must be specifically prohibited by order of civil authority.~~

~~***You*** must do everything reasonable to resume operations with the same quality of service which existed immediately before the loss. ***You*** must also exercise due diligence and dispatch to complete operations, making use of equipment, stock or other property at ***your*** or other locations.~~

a.

Y

ou must make every reasonable effort to resume complete or partial operation as soon as possible and, where practicable, use damaged or undamaged substitute facilities and property.

b. Reductions in loss by use of equipment, stock or other property at ***your*** or other locations will ~~he~~ be taken into account when ~~***we*** are~~ determining the amount payable to ***you***.

~~2. ***Your*** loss of ***earnings*** according to the following formula:~~

~~25% of the limit of insurance for dairyman's ***earnings*** will be available in any 30 consecutive calendar day period.~~

~~3. Loss of ***earnings*** resulting from the destruction of cattle by the peril(s) insured against where there is no concurrent destruction of building(s) in which they are housed for up to 30 consecutive calendar days.~~

~~4. Expenses that are necessarily incurred for the purpose of reducing the loss; except expenses incurred to extinguish a fire. These expenses shall not exceed the amount by which the loss otherwise payable is reduced.~~

~~5. ***Your***~~ 6. ***We*** will deduct the salvage value of the remains of any property that ***you*** retain that was purchased for temporary use during the period of interruption. Otherwise, ***we*** will salvage such property for ***our*** account.

7. If ***you*** elect not to resume farm operations or fail to do so as soon as reasonably possible, ***we*** will pay on the basis of the reasonable length of time that it would have taken to resume operations as soon as reasonably possible.

8. The period of interruption begins on the date of loss and ends at the earlier of the end of the stated time period or when, with the exercise of due diligence and dispatch, the damaged property can reasonably be expected to be rebuilt, repaired or replaced with property of similar kind and quality. Additional time can be purchased on the schedule above.

LIMITATIONS ON HOW MUCH *WE* PAY FOR LOSS OR CLAIM

1. ***We*** pay a maximum of:
   a. 40% of the amount of insurance shown for loss of ***income*** when the period of interruption is not in excess of 30 (thirty) consecutive days;
   b. 70% of the amount of insurance shown for loss of ***income*** when the period of interruption is greater than 30 (thirty) days but not in excess of 60 (sixty) consecutive days; and
   c. 100% of the amount of insurance shown for loss of ***income*** when the period of interruption is greater than 60 (sixty) days but not in excess of 90 (ninety) consecutive days, unless, otherwise extended.
2. ***We*** pay y***our*** loss of ***income*** for up to 14 consecutive days caused by the interruption of ***your*** farming operations occurring as a direct result of damage to or destruction of property of others. That property must abut the covered ***premises***, the damage must be caused by a cause of loss covered by this policy and the denial of access to ***your*** premises must be specifically prohibited by valid order of civil authority.
3. ***We*** pay the loss of ***income***, up to a maximum of 30 consecutive days, caused by the destruction of ***farm animals*** by a covered cause of loss where there is no concurrent destruction of building(s) housing those animals.
   However, ***we*** will not pay for loss of ***income*** from such ***farm animals*** caused by disease, sickness or quarantine.
4. ***We*** pay y***our*** ***ordinary payroll expense*** to the extent that it is necessary ~~to resume~~ for the resumption of operations with the same quality of service which existed immediately preceding the loss.

WHAT *WE* DO NOT PAY FOR

We ~~are~~do not ~~liable~~pay for:

1. ~~Loss~~ loss of ~~***earnings*** or~~ ***income*** from any source other than ~~***earnings***~~***income*** received from the production and sale of ~~raw milk.~~
2. ~~Loss of ***earnings*** resulting~~farm products or ***income*** earned from ~~any electrical injury or disturbance to electrical equipment' devices or wiring from artificial causes unless fire ensues~~rental of covered buildings or ***farm structures***.

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~~***We Are Not Liable For Any increase of Loss Due To:***~~

~~1~~ 2. any loss or expense that is in excess of the amount of insurance shown in the schedule above.

3. expense incurred in responding to any declaration or obligation that requires ***you*** or others to test for, monitor, clean up, remove, contain, treat, remediate or in any other way to respond to or assess the effects of pollutants.

4. any local or state ordinance regulating construction, repair or demolition of buildings or ***farm structures***.

~~2~~5. interference at the ~~described~~covered premises by strikers or other persons with rebuilding, repairing or replacing the property or with the reoccupancy of the premises.

~~3~~6. suspension, lapse or cancellation of any lease, contract or order unless such suspension, lapse or cancellation results directly from the untenantability of the premises. Then, ***we*** shall ~~be liable~~pay for only such loss as affects the ~~***earnings*** of the~~***income*** derived from the covered premises during, and limited to, the period of insurance coverage under this policy.

7. fire department service charges or extinguishing fees.

DEFINITIONS—The following definitions apply to this policy:

1. ~~***Earnings***~~***Income*** means the sum of~~:~~

~~a. ***income*** from the sale of raw milk;~~

~~b.~~ farm products less the ~~value~~cost of goods and services that do not continue at the time of loss. This includes the cost of produce, grains, and such other feeds normally ~~used in the feeding of dairy cattle.~~

~~No other costs shall be deducted in determining ***earnings***.~~consumed by ***farm animals***. ***Income*** shall also include the net loss of ***rents***. In determining ~~***earnings***~~***income***, due consideration shall be given to the experience of the ~~business~~***farm operations*** before the date of damage or destruction and the probable experience had no loss occurred.

2. ~~***Normal*** means the condition that would have existed had no loss occurred.~~

~~3.~~ ***Ordinary payroll expense*** means the payroll expense for ***your*** employees, except payroll ~~to~~ for an ***insured*** under the policy, executives, farm managers, dairy managers, or employees under contract.

3. ***Rents*** shall mean income derived from rental of covered buildings or ***farm structures*** less any expenses that do not necessarily continue during a period of interruption.

OPTIONAL EXTENDED PERIOD OF INDEMNITY

When an additional amount and additional 30 day increments are shown on the schedule, the amount of insurance for loss of income is extended to include the additional amount shown for each 30 day increment allotted, subject to all other ***terms*** and conditions of the General Policy Provisions and this endorsement. The added period of interruption begins at the termination of the ninety day interruption period and continues for the added period or it ends when, with the exercise of due diligence and dispatch, the damaged property can reasonably be expected to be rebuilt, repaired or replaced with property of similar kind and quality. This agreement is not subject to a deductible or coinsurance clause.

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