REPLACEMENT COST PROVISION

(Applicable to ~~Mobile~~Manufactured Homes)

~~(*Our* liability~~Refer to Supplemental Declarations if information is not shown on this form.
For an additional premium, ***we*** provide coverage under this ~~provision is~~ endorsement subject to the ***terms*** ~~of **HOW MUCH *WE* PAY FOR LOSS OR CLAIM**~~contained in the General Policy Provisions.~~)~~

WHAT *WE* PAY FOR

1. This provision applies only to covered ~~mobile~~manufactured homes, including additions and built-in components and fixtures, covered under Coverage A-***Residence*** and Coverage B-Related Private Structures on the Premises. This provision does not apply to:
   a. domestic appliances;
   b. ~~carpeting,~~ curtains and drapes~~, all whether or not permanently installed~~;
   c. detachable ~~mobile~~manufactured home items including screens, awnings, storm doors and windows, and window air conditioners; or
   d. outdoor structures (other than buildings) which are not permanent components or fixtures of a ~~mobile~~manufactured home. These include~~ (,~~ but are not limited to~~),~~ swimming pools, fences, paved areas, submersible pumps and sump pumps.
2. If the ~~limit~~amount of ~~liability~~insurance on the damaged ~~mobile~~manufactured home is less than 100 percent of its replacement cost at the time of loss, ***we*** pay the larger of the following (in excess of the deductible):
   a. actual cash value of the damaged part of the ~~mobile~~manufactured home; or
   b. that proportion of the replacement cost of the damaged part which ~~***our*** limit~~the amount of ~~liability~~insurance on the ~~mobile~~manufactured home bears to 100 percent of the full current replacement cost of the ~~mobile~~manufactured home.
3. If the policy indicates that ***Residence*** Replacement Cost Coverage applies (see Declarations Page or Endorsement) and if the ~~limit~~amount of ~~liability~~insurance on the damaged ~~mobile~~manufactured home is 100 percent of its replacement cost at the time of loss, ***we*** pay the full cost of repair or replacement of the damaged parts without deduction for depreciation.
   We pay the smallest of the following amounts:
   a. the amount of insurance applicable to the ~~mobile~~manufactured home;
   b. the amount (in excess of the deductible) to repair or replace the damage on the same premises using materials of equivalent kind and quality, to the extent practicable;
   c. the amount (in excess of the deductible) actually and necessarily spent to repair or replace the damage;
   d. the amount (in excess of the deductible) to replace the covered ~~mobile~~manufactured home, purchased new within one year of the date of loss, with a new ~~mobile~~manufactured home of equivalent kind and quality, to the extent practicable; or
   e. the amount (in excess of the deductible) to replace the covered ~~mobile~~manufactured home, purchased more than one year from the date of loss, with a used ~~mobile~~manufactured home of equivalent kind and quality, to the extent practicable.
4. When the cost to repair or replace exceeds the lesser of $1,000 or 5 percent of the applicable amount of insurance on the damaged ~~mobile~~manufactured home, ***we*** are not liable for more than the actual cash value of the loss until actual repair or replacement is completed.
5. ***You*** may make a claim for the actual cash value amount of the loss before repairs are made. A claim for any additional amount payable under this provision must be made within 180 days after the loss.
6. ***We*** do not pay for any increased cost of repair or reconstruction by reason of any ordinance, code or law regulating construction or repair.