An introduction to farm insurance.

A farm insurance policy protects your property and offers liability protection for your home and farm or ranch operation. Review your valuation options and coverage choices. This will give you a baseline to understand the five main protection areas covered in detail on the inside of this guide.

Valuation options

Eligibility for the following options is determined by underwriting.

Replacement cost — Replaces the damaged property, with materials of like kind and quality, without deducting for depreciation. Payment is capped at the limit of insurance shown for the property.

Actual cash value — Cost to replace the property at the time of loss and is reduced to reflect depreciation.

Coinsurance — You agree to insure the property for a minimum amount. If you are insured for a lesser amount, the company pays only a percentage of the loss, which is determined by dividing the limit of insurance purchased by the amount that should have been purchased to comply with the minimum.

Coverage choices

It’s important to understand what your policy covers. AgriChoice lets you choose coverage levels for your home, contents and farm structures:

Basic coverage

• Collision*
• Damage in course of transit*
• Explosion
• Fire and lightning
• Flood and civil commotion
• Sinkhole collapse
• Smoke
• Theft
• Vandalism
• Vehicles
• Volcanic action
• Windstorm and hail

* Applies only to household personal property.

Broad coverage

All basic coverages plus:

• Accidental discharge and leakage of water system
• Accidental destruction of livestock
• Artificially generated electrical current
• Attacks on livestock (except fish) by dogs/wild animals
• Earthquake loss to livestock
• Physical breakage in a building or structure
• Bursting of heating or water systems
• Collapse
• Electrocution of livestock
• Falling objects
• Flood loss to livestock
• Freezing of plumbing, heating, AC, automatic fire protection system components and household appliances
• Loading and unloading accidents
• Sudden and accidental collision damage causing death of livestock
• Sudden and accidental tearing apart of heating, AC or water system
• Weight of ice, snow and sleet

* Applies only to household personal property.

Special coverage

Coverage for risks of direct physical loss to eligible property, unless excluded by the policy.

History you can trust.

From the day Nationwide® was created, our focus has been protecting agriculture. We developed this tool to help you better understand farm insurance and learn about AgriChoice® — our premier farm insurance policy.
HOME AND CONTENTS

Typical farm policy coverages:
- Home and tenant dwellings
- Household personal property or contents
- Detached garages and other outbuildings, including in-ground pools, outdoor radio and TV antennas, and satellite dishes
- Materials for constructing or repairing buildings, equipment, the home grounds and attached structures

Coverage can be written for basic, broad or special causes of loss. Often, special is chosen for the dwelling structure and broad for contents. See “Coverage choices” for more information.

POINTS TO CONSIDER:
- Adequate protection = You need adequate coverage at the time of a loss. Building costs continue to increase, so it’s important to protect yourself from the effects of inflation. If you have not adjusted your agent the values for recent years, you may be underinsured. In the event of a total loss of your home, you may not have adequate coverage. Even with a partial loss, you may not be fully compensated if the effect of inflation puts you in a converse situation.

2 FARM PERSONAL PROPERTY

Coverage includes items used in your farming operations:
- Farm machinery and equipment
- Livestock
- Farm products (e.g., grains, livestock, milk, eggs, milk and fertilizer)

Farm personal property — Most policies provide coverage for farm personal property to cover newly acquired equipment and have requirements for reporting within specified time frames. Growing crops — Policies usually do not cover growing crops, as crop insurance is a specialized type of insurance. However, AgriChoice provides an extension of $50,000 for gran and $1,000 for other crops. Covered losses of fire, damage by vermin or livestock — This includes damage by potholes, traffic, and livestock. Growing crops — Policies usually do not cover growing crops, as crop insurance is a specialized type of insurance. However, AgriChoice provides an extension of $50,000 for grain and $1,000 for other crops. Covered losses of fire, damage by vermin or livestock — This includes damage by potholes, traffic, and livestock.

Newly acquired property and livestock — Most policies provide an automatic extension of values on farm personal property to cover newly acquired equipment and have requirements for reporting within specified time frames. Growing crops — Policies usually do not cover growing crops, as crop insurance is a specialized type of insurance. However, AgriChoice provides an extension of $50,000 for grain and $1,000 for other crops. Covered losses of fire, damage by vermin or livestock — This includes damage by potholes, traffic, and livestock.

Coverage limits available for personal property are typically based on actual cash value. Livestock — Most policies provide an automatic extension for livestock. Livestock — Most policies provide an automatic extension for livestock. Livestock — Most policies provide an automatic extension for livestock. Livestock — Most policies provide an automatic extension for livestock.

FARM PERSONAL PROPERTY COVERAGE DETAILS:

- Farm machinery and equipment
- Livestock
- Farm products (e.g., grains, livestock, milk, eggs, milk and fertilizer)

Liability coverage for custom farm equipment — Many policies provide coverage for farm equipment owned by a business. Coverage for custom farm equipment is typically limited to the scope of liability for injury claimed to have been caused by the equipment. Off-premises use of farm equipment — Liability coverage for off-premises use of farm machinery and equipment is generally provided both on and off the premises.

ATV/Recreational vehicles — Many policies exclude off-premises recreational use of an ATV. Liability is provided only while vehicles are used on premises and exclude coverage unless specifically endorsed. If you have recreational ATVs, you are encouraged to endorse coverage to avoid tragic consequences. ATV’s that require licensing to use road must be covered under a separate motor vehicle policy.

Home and Contents Coverage Details:
- Home and tenant dwellings
- Household personal property or contents
- Detached garages and other outbuildings, including in-ground pools, outdoor radio and TV antennas, and satellite dishes
- Materials for constructing or repairing buildings, equipment, the home grounds and attached structures

Coverage can be written for basic, broad or special causes of loss. Often, special is chosen for the dwelling structure and broad for contents. See “Coverage choices” for more information.

POINTS TO CONSIDER:
- Adequate protection = You need adequate coverage at the time of a loss. Building costs continue to increase, so it’s important to protect yourself from the effects of inflation. If you have not adjusted your agent the values for recent years, you may be underinsured. In the event of a total loss of your home, you may not have adequate coverage. Even with a partial loss, you may not be fully compensated if the effect of inflation puts you in a converse situation.

3 FARM STRUCTURES

Your farm policy should cover loss or damage to buildings and structures used in your farming operations. This includes barns, confinement facilities, dairy parlors, silos, portable buildings, grain augers, and other machinery. AgriChoice provides coverage for mechanical breakdowns as a cause of loss. New construction — If you add a building, AgriChoice extends coverage for up to $500,000 for 60 days or until the next renewal date.

POINTS TO CONSIDER:
- Borrowed farm equipment — Many farm policies provide coverage for farm equipment owned by a business. Coverage for custom farm equipment is typically limited to the scope of liability for injury claimed to have been caused by the equipment. Off-premises use of farm equipment — Liability coverage for off-premises use of farm machinery and equipment is generally provided both on and off the premises.

LIABILITY COVERAGE DETAILS:
- Custom farming — AgriChoice extends liability coverage for some limited amount of custom farming. Coverage is determined by the amount of work performed.

An endorsement to cover loss or damage to property of another resulting from its misuse with your product. With that exclusion, you may not recover coverage for your own loss, but you may be able to recover your costs of repair. AgriChoice provides liability coverage for the scope of liability for injury claimed to have been caused by the equipment. Off-premises use of farm equipment — Liability coverage for off-premises use of farm machinery and equipment is generally provided both on and off the premises.