

**THIS ENDORSEMENT CHANGES THE POLICY. PLEASE READ IT CAREFULLY.**

## **DEFINITION – ACTUAL CASH VALUE**

This endorsement modifies insurance provided under the following:

COMMERCIAL PROPERTY COVERAGE PART  
DIFFERENCE IN CONDITIONS COVERAGE FORM  
DIFFERENCE IN CONDITIONS COVERAGE FORM – CONDOMINIUM ASSOCIATION COVERAGE  
FARM COVERAGE PART  
STANDARD PROPERTY POLICY

The following is added to any provision which uses the term actual cash value:

- A.** In the event of a partial or total loss to a building or structure, actual cash value is calculated as the lesser of the following:
1. The amount it would cost repair or, in the event of total “loss” or damage, replace the building or structure, at the time of “loss” or damage, with material of like kind or quality, subject to a deduction for deterioration, depreciation and obsolescence. Actual cash value applies to valuation of the building or structure regardless of whether that the building or structure has sustained partial or total “loss” or damage. The actual cash value of the lost or damaged the building or structure may be significantly less than its replacement cost; or
  2. The Limit of Insurance applicable to the property.
- B.** In the event of a partial or total loss to Covered Property other than a building or structure, actual cash value is calculated as the lesser of the following:
1. The amount it would cost repair or, in the event of total “loss” or damage, replace Covered Property, at the time of “loss” or damage, with material of like kind or quality, subject to a deduction for deterioration, depreciation and obsolescence. Actual cash value applies to valuation of Covered Property regardless of whether that property has sustained partial or total “loss” or damage. The actual cash value of the lost or damaged property may be significantly less than its replacement cost; or
  2. The Limit of Insurance applicable to the property.

All other terms and conditions of this policy remain unchanged