



## Equipment Breakdown Coverage For Your Home

Whether your home is in town, the country or on a farm — you may need equipment breakdown coverage from Farmers Alliance.

### Coverage for Key Equipment

Today's homes are filled with equipment that homeowners depend on for basic comfort and services.

**Heat, air conditioning, hot water and major appliances** are just a few of the daily necessities supplied by home equipment that's become more complex, costly and prone to breakdown. The risk to higher-end homes with special amenities is even greater.

**Most homeowners' policies exclude mechanical and electrical breakdown losses.** Simple misuse, faulty installation or poor maintenance can cause a breakdown that's surprisingly costly to repair or replace and may not be covered by warranties and service contracts.

**Equipment Breakdown insurance from Farmers Alliance covers more than just the cost of repair.** It protects insureds from the expense associated with repair or replacement and labor in the event of a loss to their home's equipment. It pays for:

- ▼ Direct physical damage to covered equipment
- ▼ Additional living expenses
- ▼ Spoilage as a result of covered equipment breakdown events (up to \$10,000 for accidents to covered equipment)
- ▼ Expediting expense incurred to limit the loss or speed homeowner's equipment restoration
- ▼ Additional costs to replace with equipment that is better for the environment or more energy efficient

*NOTE: Coverage limits apply, as well as a \$500 deductible. See your endorsement for details, or ask your Farmers Alliance agent.*

**Equipment Breakdown coverage is AUTOMATICALLY included for Farmers Alliance Homeowners, Country Home and Agri-Range policyholders.**

**See other side of this flyer for examples of typical Equipment Breakdown losses.**

### Protection from damage by:

- ▼ Mechanical breakdown
- ▼ Electrical breakdown
- ▼ Tearing apart, cracking, burning or bulging of a steam or hot water system or an air conditioning system

### Exposures

#### Types of covered equipment:

- ▼ Central air conditioning
- ▼ Ventilation systems and fans
- ▼ Boilers and water heaters
- ▼ Furnaces, heat pumps, heaters, solar heaters
- ▼ Deep well pumps
- ▼ Electrical power panels
- ▼ Permanently installed back-up generators
- ▼ Pool heating and filtration equipment
- ▼ Central vacuum systems

#### Also includes coverage for:

household appliances, electronics and personal property



# Equipment Breakdown Coverage

## Typical Losses in the Home



### Electrical

A personal computer (PC) used to control multiple systems within the home (HVAC, lighting, irrigation) sustained electrical damage from a power surge. Replacement of the computer and the unique programming was required.

**Property damages..... \$2,975**

An insured experienced a covered loss involving various electronic equipment. Based on a number of repair reports and estimates, the property was confirmed to be damaged by a power surge.

**Property Damage ..... \$3,241**

An insured's property was hit with an artificially generated power surge. The boiler and water heater controls, security system and media equipment were damaged.

**Cost ..... \$18,341**

During a family vacation, a storm caused a power outage. A laptop computer and cell phone were charging when the outage occurred. When power was restored, a voltage spike damaged the items beyond repair and required their replacement. With Off-Premises Coverage, the homeowner is covered!

**Cost ..... \$3,750**

### Boilers and Water Heaters

A furnace experienced an electrical breakdown to the fan motor and circuit board. After corroborating with the repair company, repairs were based on the age of the unit.

**Cost to repair ..... \$1,540**

A five-sectional cast-iron boiler dry fired from a low-water condition. Several sections on the boiler cracked.

**Cost of replacement..... \$6,500**

### Mechanical

An insured's refrigeration unit overheated. This loss involved a mechanical breakdown of the compressor caused by an internal part breaking.

**Cost of repairs ..... \$576**

**Spoilage..... \$187**

Due to an intrinsic electrical short, a 3-ton rooftop package gas unit suffered a mechanical failure of the compressor motor. The 13-seer 3-ton compressor needed replacement.

**Cost of replacement..... \$2,921**

### Major Appliances and Built-In Equipment

The circuit board in a subzero freezer arced. Due to the age and availability of a circuit card, the whole unit had to be replaced. Coverage also provided for food spoilage.

**Cost to replace freezer..... \$9,259**

**Spoilage..... \$2,086**

An insured's television incurred a covered electrical breakdown to the media box and power supply.

**Cost of repairs ..... \$1,496**

### Air Conditioning

An insured sustained damages to their HVAC unit when the compressor incurred a locked rotor condition.

**Cost of replacement..... \$3,800**

An insured's air conditioning system experienced an electrical short causing loss of cooling to the home. The air conditioning compressor needed to be replaced.

**Cost of replacement..... \$3,295**



*These examples are from actual customers. Remember, each claim must be evaluated based on your specific policy.*

**For additional information, contact your Farmers Alliance Agent**

This summary is for marketing purposes only. Refer to the policy for coverages provided and pricing. If there is any conflict between the policy and this document, THE PROVISIONS OF THE POLICY SHALL PREVAIL.