

ACTUAL CASH VALUE AMENDMENT FARMERS MUTUAL OF TENNESSEE

Under Definitions, the definition of "actual cash value" is deleted and replaced by the following:

"Actual cash value" means the cost to repair or replace property using materials of like kind and quality, to the extent practical, less a deduction for depreciation, however caused. Depreciation means a reduction in value of the property as a result of wear and tear, use, age, operating conditions, or technological or economic obsolescence. Depreciation applies to both labor and materials.