

THIS ENDORSEMENT CHANGES THE POLICY. PLEASE READ IT CAREFULLY.

### REPLACEMENT COST COVERAGE - PERSONAL PROPERTY

We will settle losses to covered property at full replacement cost without deduction for depreciation, subject to the following:

#### REPLACEMENT COST COVERAGE DEFINED

Replacement Cost means the cost, at the time of loss, of a new item identical to the one damaged, destroyed or stolen. If an identical item is no longer manufactured or cannot be obtained, replacement cost will be the cost of a new item which is:

- a. Similar to the insured article; and
- b. Of like quality and usefulness.

#### DEDUCTIBLE

The deductible shown on the Declarations Page applies.

#### PROPERTY COVERED

- a. Personal property covered in Property We Cover - Personal Property Protection, except personal property stated in Property Not Eligible below;
- b. If covered in this policy; awnings, carpeting, and household appliances, whether or not attached to buildings.

#### PROPERTY NOT ELIGIBLE

Replacement cost coverage does not apply to:

- a. Items of rarity or antiquity that cannot be replaced;
- b. Articles whose age or history contributes substantially to their value. These include, but are not limited to, memorabilia, souvenirs and collectors' items;
- c. Motorized golf carts and their equipment and accessories;
- d. Articles not maintained in good or workable condition;

- e. Property that is either obsolete or useless to the "insured" at the time of loss;
- f. Property that you do not intend to repair, replace, or restore.

#### LOSS SETTLEMENT

SECTION I - CONDITIONS, Item 3.a. **Loss Settlement** does not apply to property covered by this endorsement. Instead the following loss settlement applies:

- a. For property that is eligible for replacement cost coverage it is our option to:
  - (1) Replace, or pay you our cost to replace the property with new property of like kind and quality without deduction for depreciation, or
  - (2) Pay you the cost to repair or restore the property to the condition it was in just before the loss, or
  - (3) Pay you the necessary amount actually spent to repair or replace the damaged property.
- b. We will pay no more than "**actual cash value**" until repair or replacement of the damaged property is completed, unless the entire loss is less than \$5,000.
- c. You may make a claim for loss on an "**actual cash value**" basis and then make claim within one year after the loss for any additional liability under the terms of this provision.
- d. For property that is not eligible for replacement cost coverage, it is our option to:
  - (1) pay you the "**actual cash value**"; or
  - (2) replace, or to pay you our cost to replace the property with property of like kind, age, quality and condition ; or

(3) pay you the cost to repair or restore the property to the condition it was in just before the loss.

e. We will not pay more than the Amount of Insurance that applies to Personal Property Protection. Nor will we pay more than any Special Amounts of Insurance that apply as stated in the policy to which this endorsement is attached.

Except as specifically modified in this endorsement, all provisions of the policy to which this endorsement is attached also apply to this endorsement.

#### **Term Premium**

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