



# Grinnell Mutual Equipment Breakdown Coverage for Poultry Growers

Equipment within poultry farm environments is almost always exposed to harsh conditions. Regardless of size, most poultry growers have insurable equipment breakdown exposures.\*

Poultry farm exposures include boilers, pressure vessels and water heaters that can suffer damage that is not covered by the insurance program unless you have equipment breakdown coverage.

Ventilation fans, electrical generators, security systems and computers can also be expensive to repair when they suffer a mechanical or electrical breakdown.

All poultry farms have circuit breaker panels, electrical distribution systems and transformers subject to electrical breakdown. Various motors, pumps, gearboxes and alarm systems also are often found on a typical poultry farm.

Closing the coverage gaps in the property form by adding equipment breakdown as an additional cause of loss can add real value to an overall insurance program. Mechanical and electrical failures are the most common types of losses that occur at these locations.

Modern poultry farming is becoming a high-tech industry, with the most successful operations using computers and other key high-tech equipment to operate the business. Offering equipment breakdown coverage provides broader protection that can be key to the insurance program at a critical time in operations.

## Typical Losses

A loose/dirty connection in a fuse box caused electrical arcing and the destruction of the fuse box, which resulted in a loss of power to the poultry house. Fortunately, the fuse box could operate the air-circulating fans.

**Property Damage: \$3,700**

An electrical breakdown of a 30-hp electric motor associated with the feed bin required it to be removed and repaired. Special high-lift equipment was required for the job.

**Property Damage: \$2,800**  
**Business Interruption: \$1,100**

A power surge caused the engine controls on a 150-kw generator to electrically arc, resulting in significant damage.

**Property Damage: \$15,600**  
**Extra Expense: \$3,100**

\* *Equipment not covered by equipment breakdown insurance includes motor vehicles, including recreational, and farm machinery.*

\*\* *Mobile equipment is excluded from equipment breakdown insurance.*

*Please refer to the policy for complete coverage details.*

## Exposures

### Boilers and Pressure Vessels

- Boilers
- Water heaters
- Pressure vessels

### Mechanical Equipment\*\*

- Compressors
- Fans
- Pumps
- Engines
- Process machinery

### Electrical Equipment

- Motors
- Emergency generators
- Transformers
- Computers
- Switchboards
- Distribution systems

### Time Element

- Business interruption
- Extra expense
- Service interruption

**GRINNELL MUTUAL**  
REINSURANCE SINCE 1909<sup>®</sup>

**Mutual Boiler Re**<sup>SM</sup>

*Member of the FM Global Group*

GMRC 6118-Poultry (1-14)