

Special Provisions of Insurance 2016 and Succeeding Crop Years

Year: 2016 Commodity: Processing Freestone (0222) State: California (06)
Date: 7/23/2015 Plan: APH (90) County: Madera (039)

Premium

In lieu of section 7(h)(2)(i) of the Basic Provisions, notwithstanding section 7(h)(2) of the Basic Provisions, if you demonstrate you began farming for the first time after June 1 but prior to the beginning of the reinsurance year (July 1), you may be eligible for premium subsidy the subsequent reinsurance year without having form AD-1026 on file with FSA on or before June 1. For example, if you demonstrate you started farming for the first time on June 15, 2015, you may be eligible for premium subsidy for the 2016 reinsurance year without form AD-1026 on file with FSA.

Effective for any policy with a sales closing date on or after July 1, 2015 but not later than June 30, 2016, in lieu of sections 2(c) and (d) of the Basic Provisions, you may not cancel your policy for the initial crop year, but after the initial crop year either you or we may cancel your policy by providing written notice to the other on or before the cancellation date shown in the Crop Provisions. However, for both new and carryover policies you may cancel your policy not later than 45 days after the cancellation date if all of the following are met:

1. You request through your agent and Approved Insurance Provider to query the FSA data regarding whether you have filed an AD-1026 with FSA and such query reveals that there is no AD-1026 on file for the identification number under which you seek, or have, insurance;
2. You believe the FSA information is in error and that a valid AD-1026 is on file;
3. You make application, or elect not to cancel an existing policy, based on this belief;
4. You request review not later than 15 days after the sales closing date, via your AIP, by RMA and FSA of your records and attempt to reconcile any discrepancy; and
5. The result of such process is that you do not have a valid AD-1026 on file.

If all of these conditions are not met, you are precluded from cancelling your policy until the next crop year and you will be responsible for all premium owed.

Quality

In accordance with section 1 of the Stonefruit Crop Provisions for Grade Standards, production must meet California Department of Food and Agriculture (CDFA) minimum standards for processing freestone peaches and will include all production, which is acceptable to a processor.

In addition to section 11(c)(4) of the Stonefruit Crop Provisions, for harvested production subtract the Harvest Cost dollar amount shown on the Prices Tab of the Actuarial Information Browser from the price received by the insured to adjust for costs incurred for harvest and delivery; ensure all values are expressed in the commodity's unit of measure. The cost adjustment for harvest and delivery shall not be deducted from the fruit's value when the insured does not incur such expense or if such costs are not customary for the insured stonefruit crop.