



## Special Provisions of Insurance 2016 and Succeeding Crop Years

Year: 2016

Commodity: Walnuts (0029)

State: California (06)

Date: 7/23/2015

Plan: APH (90)

County: Santa Barbara (083)

### Price

If a contract price is available as shown in the actuarial documents, you may elect to have your price election determined in accordance with the Contract Price Addendum (CPA). If the crop provisions or special provisions provide a method to determine a contract price your price election will be determined in accordance with the crop provisions or special provisions and the CPA does not apply.

### 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.

### Insurance Availability

In addition to section 6(d) of the Walnut Crop Provisions, the first year that walnut trees are grafted to a different variety, up to and including the sixth growing season after grafting, in which 10% or more of the trees in the unit have been grafted, requires Risk Management Agency Regional Office to establish a determined yield.

In accordance with Section 6(d) of the Walnut Crop Provisions, the insured may request the Risk Management Agency Regional Office to provide a determined yield to insure sixth leaf acreage; or to insure acreage in which 90 percent of the trees have not reached the seventh growing season after being set out.

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**Quality**

In accordance with section 11(d) of the Walnut Crop Provisions, mature walnut production that has mold damage greater than 8 percent due to an insurable cause, based on net delivered weight, will be reduced by the following factors:

| Percent Mold (%) | Quality Adjustment Factor (%)                |
|------------------|--|
| 8.1-12.0         | .900   |
| 12.1-16.0        | .800   |
| 16.1-20.0        | .700   |
| 20.1-24.0        | .600   |
| 24.1-30.0        | .500   |
| 30.1-            | NOT SOLD:0.000                               |
| 30.1-            | SOLD: Amount Received/Maximum Price Election |