

Vegetables Grown for Processing – 2015

Individual crop insurance offers coverage tailored to the participant's farming operation. It is based on **the farming operation's production volume**. The coverage is offered for **organic** or **conventional** production.

INSURABLE CROPS

- Green peas
 - miniature-sized and small-sized
 - regular-sized and large-sized
- Sweet corn
 - on the cob
 - niblets or creamed
- Wax and green beans
 - regular-sized
 - medium-sized
 - large-sized green beans
- Extra-fine wax and green beans

RISKS COVERED

- Drought
- Excessive wind, rain, humidity or heat
- Floods
- Frost
- Hail
- Hurricanes, tornados
- Snow
- Uncontrollable insects and diseases
- Wild animals against which there is no adequate means of protection, with the exception of the waterfowl provided for through the damage compensation plan of the Federal/Provincial Agriinsurance Agreement

PROTECTION OFFERED

Benefit option: **80%** without abandonment¹ of the total insurable yield or insurable value for peas.

Deductible: **20%**.

Unit price options **100%, 80% or 60%** (\$/TM).

<p>Total insurable yield or total insurable value = Probable yield x Number of insurable units</p>

Probable yield: tailored to the participant's operation, expressed in kilograms per hectare or dollars per hectare for peas.

End of coverage: at harvest, without exceeding the harvest end date for each crop, namely:

- | | |
|-----------------------|---------------------|
| • Green peas | September 22 |
| • Sweet corn | October 6 |
| • Wax and green beans | September 22 |

FINANCING OF THE PREMIUM

The financing of the premium for the Crop Insurance Program is assumed by the governments (60%) and the participant (40%).

The governments cost-share in a proportion of 60% for Canada and 40% for Québec.

¹ Abandonment is possible for areas that cannot be harvested due to excessive heat making the product unsuitable for processing or excessive rain limiting access to fields or causing time-delayed crops to become unsuitable for processing.

FINANCING OF THE ADMINISTRATIVE COSTS

The costs inherent in administering the Crop Insurance Program are shared in a proportion of 60% by the Government of Canada and 40% by the Government of Québec.

ENROLMENT

Enrolment deadline: before seeding or by the date listed for each crop, namely:

- | | |
|--------------|----------------|
| • Beans | July 15 |
| • Green peas | June 24 |
| • Sweet corn | June 24 |

Minimum area: **4.0 hectares per crop.**

Seeding periods:

- | | |
|--------------|---------------------------------|
| • Beans | From May 10 to July 15 |
| • Green peas | From April 20 to June 24 |
| • Sweet corn | From April 23 to June 24 |

Specific term:

Crops must be grown for processing.

Farming methods:

Abide by the methods recommended by the Centre de référence en agriculture et agroalimentaire du Québec or approved by La Financière agricole.

CROSS COMPLIANCE MEASURES

- When the Ministère du Développement durable, de l'Environnement et de la Lutte contre les changements climatiques (MDDELCC) gives La Financière agricole information which establishes that a member has, for a given year, failed to file a compliant phosphorus report, as set out in the Règlement sur les exploitations agricoles (agricultural operations regulations, REA), the following consequences are applied. Any compensation to which the member is entitled under the program is reduced by 25% for all of the member's insured products, for the insurance year targeted by the missing phosphorus report, without a decrease in the contribution owed. This reduction is limited to a maximum of \$50,000 for all payable compensation. However, a member who fails to produce a compliant phosphorus report for a second consecutive year is denied all compensation for the second targeted insurance year, for all of the member's insured products.

The provisions related to the phosphorus report concern all the raising or spreading sites owned, leased or on which the operation custom produces. It targets all the operation's productions, whether or not they are covered by a program at La Financière agricole.

For more information on the requirements related to the phosphorus report, participants should consult an agrologist or the regional office of the MDDELCC.

- In accordance with the AOR, La Financière agricole excludes from insurable areas those on which it is prohibited to cultivate crops. This measure may concern in particular areas that have been deforested and used for agricultural purposes while on the territory of one of the municipalities listed in the AOR.
- In accordance with the Protection Policy for Lakeshores, Riverbanks, Littoral Zones and Flood Plains, La Financière agricole excludes from insurable areas those cultivated within a three-metre strip of vegetation with respect to riverbanks.

CHANGES TO CERTIFICATE

Participants must notify La Financière agricole of any change to their agricultural program that could change their insurance certificate.

Deadline for modifications: August 1.

NOTICE OF DAMAGE

When a participant's insured crops are damaged, the participant must immediately notify La Financière agricole.

Deadline for producing a notice of damage: as soon as possible and at the latest 2 business days before the beginning of the harvest, so that an assessment can be conducted while **the crop is still standing or, if applicable, 2 business days before urgent work or before the crop is destroyed.**

Neglecting to submit a notice of damage within the prescribed timeframes can lead to a loss of the right to compensation.

COMPENSATION

➤ EXTRA COVERAGE

When weather conditions prevent seeding, compensation is provided for expenses incurred not salvaged as another crop and according to the rates in effect.

Minimum area: 1 undivided hectare.

➤ EMERGENCY MEASURES

Emergency measures may be authorized by La Financière agricole to mitigate or avoid a drop in yield. Compensation is determined according to the rates in effect for emergency measures.

➤ ABANDONMENT

When the crop is damaged by a risk covered by the insurance, to the extent of abandoning this crop over part or all of the affected area, abandonment compensation is paid out for the affected area when the subscriber has opted for the 80% guarantee with abandonment. The compensation is calculated as follows:

$$\text{Compensation} = 80\% \text{ of the insurable yield of the area affected} \times \text{Unit price}$$

For peas whose unit price is expressed in dollars per hectare:

$$\text{Compensation} = 80\% \text{ of the insurable yield of the area affected}$$

Abandonment can be authorized at any time during the season, as long as a La Financière agricole advisor can assess the damages while the crop is still in the field.

Minimum area: 1 undivided hectare.

Salvage value and nonincurred expenses: deducted from compensation, if any.

➤ DROP IN YIELD

When damage causes a loss greater than 20% of the total insurable yield or insurable value.

$$\text{Compensation} = (80\% \text{ of the total insurable yield} - \text{Actual yield}) \times \text{Unit price}$$

For peas:

$$\text{Compensation} = 80\% \text{ of the insurable value} - \text{Value of the crop}$$

Salvage value and nonincurred expenses: deducted from compensation, if any.

APPLICATION FOR REVIEW

Any request for a review of a final decision rendered regarding a participant's insurance file must be made in writing, explaining the motives behind the request, and sent to the service centre in charge of the participant's file or delivered in person to a representative of La Financière agricole within ninety (90) days from the date of the decision in question. However, program conditions and parameters or program premises, the results of collective appraisals for crop insurance losses and exclusion from programs for motives provided for in the programs may not be subject to a request for a review.

This **coverage summary** in no way takes precedence over the provisions of the *Crop Insurance Program*, of the regulation in effect and of the agreements with the Government of Canada.