

## Raleigh Regional Office — Raleigh, NC

Revised October 2014

# Tart Cherry Pilot

## New York

### Crop Insured

All tart cherries grown in a county are insurable that:

- Have a premium rate provide in the actuarial documents;
- Are a tart cherry processing variety adapted to the area; and
- Have produced at least 3,200 pounds per acre in at least one of the five previous years.

### Counties Available

Tart cherries are insurable in Monroe, Niagara, Orleans, and Wayne counties. Tart cherry insurance is not available by written agreement. Contact an insurance agent for more details.

### Causes of Loss

You are protected against the following:

- Adverse weather conditions, including hail, frost, freeze, wind, drought, and excess precipitation;
- Failure of the irrigation water supply if caused by an insured peril during the insurance period;
- Fire, unless undergrowth has not been controlled or pruning debris has not be removed from the orchard;
- Receiving an annual price for your processing tart cherries that is less than your approved revenue;
- Insect damage and plant disease except for insufficient or improper application of control measures; or
- Wildlife.

### Insurance Period

Coverage begins on November 21 and ends with the earliest occurrence of one of the following:

- Harvest of the crop;
- Abandonment of the crop;
- Total destruction of the crop;
- Final adjustment of a claim; or

- August 15 for physical crop damage to the crop, or January 15 following harvest for loss of revenue resulting from a low market price.

### Duties in the Event of Damage or Loss

**Notice of Loss** - If a loss occurs notify your crop insurance agent:

- Within 72 hours of initial discovery of damage or loss of production, but not later than 15 days after the end of the insurance period;
- Within two days of any decision to divert any of the crop under the Federal Tart Cherry Marketing Order for supply control; or
- For a revenue loss, when there is no damage or loss of production, you must provide notice of loss no later than March 1, the year following harvest.

### Important Dates

Sales Closing Date .....	November 20, 2014
Revenue Report Date .....	January 15, 2015
Acreage Report Date .....	January 15, 2015
Premium Billing Date .....	August 15, 2015
Insurance Ends-Production Loss .....	August 15, 2015
Insurance Ends-Revenue Loss .....	January 15, 2016

### Definitions

**Annual Revenue** - The average revenue, per insured acre, is based on a 100 percent share equivalent for a crop year calculated from the records you submit and indemnity claims you have signed. Any costs you may have for cooling, sorting, culling, packing, or any other activities that occur after the production has been harvested and delivered cannot be included in the annual revenue.

**Base Period** - The number of crop years (up to 10 consecutive crop years) included on your acreage, production, and revenue reports.

**Expected Revenue Factor** - A value determined by RMA based on a likely revenue per acre with a normal yield and price and used to adjust your approved revenue when we determine your amount of insurance.

**Inadequate Market Price** - A price that results in an annual revenue that is less than your amount of insurance per acre.

**Payment Factor** - The percentage of the price that you receive in the event of a loss that may reduce the premium and loss payment.

### Plan of Insurance

The Actual Revenue History (ARH) plan of insurance is available for tart cherries grown for processing. You must also be enrolled in a policy under the Basic Provisions before you can elect to insure tart cherries for processing under the ARH endorsement. Your guarantee is based upon your individual revenue history. Catastrophic Risk Protection (CAT) is not available for tart cherries.

### Coverage Levels and Premium Subsidies

Tart cherries may be insured at the coverage levels shown below. Crop insurance premiums are subsidized as shown. Administrative fees, in addition to premium costs, are \$30 per crop per county.

Item	Percent					
Coverage Level	50	55	60	65	70	75
Premium Subsidy	67	64	64	59	59	55
Your Premium Share	33	36	36	41	41	45

### Insurance Units

**Basic Unit** - A basic unit includes all of your insurable tart cherry acreage in the county by share.

**Optional Unit** - Optional units are allowed by non-contiguous land. Optional units are not allowed by Farm Service Agency Farm Number or for irrigated and non-irrigated practices.

### Revenue Certification and Acceptability

**Revenue reports must:**

- Contain the insurable acreage for each crop year;
- Contain production harvested, production sold, and any appraised production;
- Identify revenue realized from sales of a crop; and
- Be supported by written, verifiable records.

### Loss Example

Assume 100 percent share on 1 acre of tart cherries. Assume an approved revenue of \$3,500 per acre and RMA provides an expected revenue factor of 1.00. You choose the 65-percent coverage level and a payment factor of 77 percent. You harvest a normal crop, but an inadequate market price causes your revenue to count to be only \$1,000. The indemnity is calculated as follows:

\$2,275	Value per acre ( $\$3,500 \times 1.00 \times 0.65 \times 1.00$ )
- \$1,000	Revenue-to-Count
\$1,275	Loss per acre
x 0.77	Payment Factor
<b>\$982</b>	<b>Indemnity/Acre</b>

### Where to Buy Crop Insurance

You can buy a crop policy from an approved participating agent. A list of crop insurance agents is available at all USDA service centers and on the RMA website at: [www3.rma.usda.gov/apps/agents/](http://www3.rma.usda.gov/apps/agents/).

### Contact Us

USDA/RMA  
Raleigh Regional Office  
4405 Bland Road, Suite 160  
Raleigh, NC 27609

**Phone:** (919) 875-4880

**Fax:** (919) 875-4915

**E-mail:** [rsonc@rma.usda.gov](mailto:rsonc@rma.usda.gov)

### Download Copies from the Web

Visit our online publications/fact sheets page at: [www.rma.usda.gov/aboutrma/fields/nc\\_rso/](http://www.rma.usda.gov/aboutrma/fields/nc_rso/)

The U.S. Department of Agriculture (USDA) prohibits discrimination in all its programs and activities on the basis of race, color, national origin, age, disability, and where applicable, sex, marital status, familial status, parental status, religion, sexual orientation, genetic information, political beliefs, reprisal, or because all or a part of an individual's income is derived from any public assistance program. (Not all prohibited bases apply to all programs.) Persons with disabilities who require alternative means for communication of program information (Braille, large print, audiotope, etc.) should contact USDA's TARGET Center at 202-720-2600 (voice and TDD).

To file a complaint of discrimination, complete, sign and mail a program discrimination complaint form, (available at any USDA office location or online at [www.ascr.usda.gov](http://www.ascr.usda.gov)), to: United States Department of Agriculture; Office of the Assistant Secretary for Civil Rights; 1400 Independence Ave., SW; Washington, DC 20250-9410. Or call toll free at (866) 632-9992 (voice) to obtain additional information, the appropriate office or to request documents. Individuals who are deaf, hard of hearing, or have speech disabilities may contact USDA through the Federal Relay service at (800) 877-8339 or (800) 845-6136.