

# Davis Regional Office — Davis, CA

Revised September 2017

# **Forage Production**

# **Arizona**

## **Crop Insured**

All alfalfa is insurable if:

- A premium rate is provided by actuarial documents, in which you have a share; and
- It is grown during one or more years after the year of establishment.

We do not insure any alfalfa:

- That does not have an adequate stand (specified in the Special Provisions) at the beginning of the insurance period;
- That is grown with a non-forage crop; and
- Is four or more years old after the year of establishment

#### **Counties Available**

Forage production is available in Cochise, La Paz, Maricopa, Mohave, Pinal, and Yuma counties. Alfalfa in other counties may be insurable by written agreement if specific criteria are met. Contact a crop insurance agent for more details.

#### Causes of Loss

You are protected against the following:

- Adverse weather conditions;
- Earthquake;
- Failure of irrigation water supply, if caused by an insured peril during the insurance year;
- Fire
- Insects or plant disease, but not damage due to insufficient or improper application of control measures;
- Volcanic eruption; or
- Wildlife.

#### Insurance Period

Coverage begins on acreage with an adequate stand on the later of the date we accept your application or:

- May 22 for spring seeded; or
- October 16 for fall seeded and established stand.

Insurance ends with the earliest occurrence of one of the following:

- Total destruction of the forage crop;
- Removal from the windrow or the field for each cutting;
- Final adjustment of a loss;
- The date grazing starts on the forage crop;
- Abandonment of the crop; or
- October 15.

## **Important Dates**

Sales Closing/Cancellation	September 30, 2017
Acreage Reporting	November 15, 2017
Premium Billing	August 15, 2018
Termination	September 30, 2018

# **Coverage Levels and Premium Subsidies**

The forage production guarantee is an individual amount of annual production measured in tons of alfalfa hay. An individual guarantee is based on the your past production. You will be asked to provide to your insurance agent 4 to 10 years of production and planting history that is used to determine your average yield per acre. Coverage levels range from 50 to 75 percent of your approved yield. Crop insurance premiums are subsidized as shown. For example, if you choose the 65-percent coverage level, your premium share would be 41 percent of the base premium.

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

Catastrophic Risk Protection (CAT) coverage is fixed at 50 percent of your approved yield and 55 percent of the price election. CAT is 100-percent subsidized with no premium cost to you. There is, however, an

administrative fee of \$300 per crop per county, regardless of the acreage.

## **Loss Example**

Assume an actual production history (APH) yield of six tons per acre, 50-percent coverage level, price election of \$172 per ton, and 100-percent share.

6	Tons per acre average yield (APH)
x 0.50	Coverage level
3	Tons per acre guarantee
<u>- 1</u>	Tons per acre actually produced
2	Tons per acre loss
x \$ 172	Price election
\$ 344	Indemnity paid

Price used above is for example only. Contact a crop insurance agent for current information.

# Where to Buy Crop Insurance

All multi-peril crop insurance, including CAT policies, are available from private insurance agents. A list of crop insurance agents is available at all USDA service centers and on the RMA website at www.rma.usda.gov/tools/agent.html.

#### **Contact Us**

USDA/Risk Management Agency Davis Regional Office 430 G Street, #4168 Davis, CA 95616

**Telephone:** (530) 792-5870

Fax: (530) 792-5893 Email: <u>rsoca@rma.usda.gov</u>

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