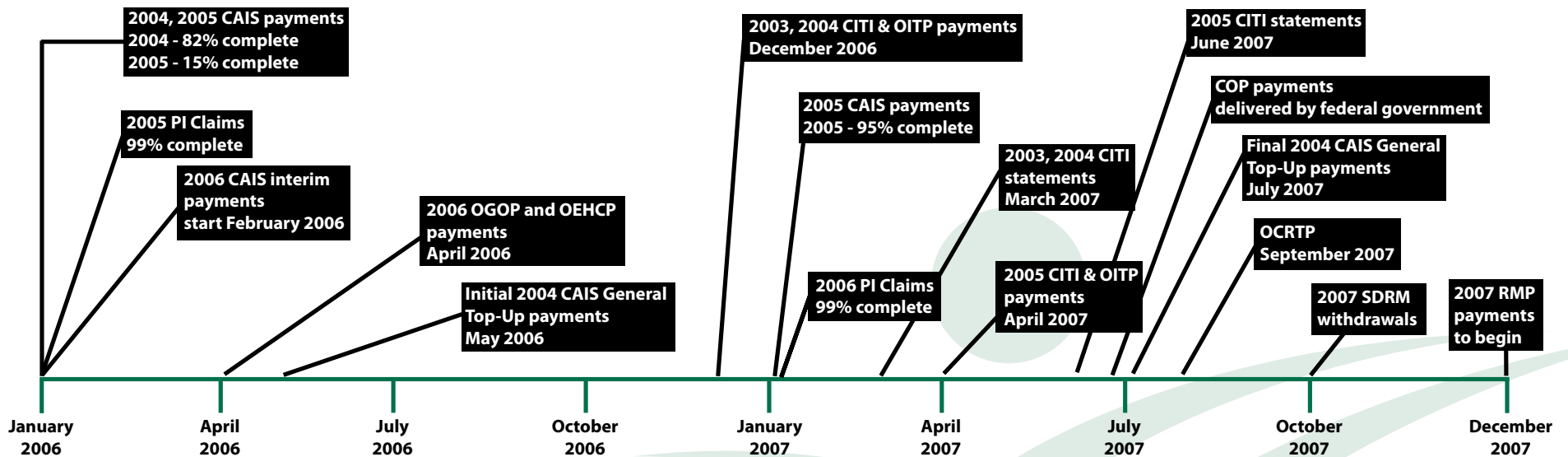




Connecting producers with programs  
Établir un lien entre producteurs et programmes

# Timeline of Business Risk Management Programs for 2006-2007

*Agricorp partners with government and industry to deliver programs that help the Ontario agri-food sector manage risks.*



## Legend

CAIS – Canadian Agricultural Income Stabilization program  
PI – Production Insurance  
OGOP – Ontario Grain and Oilseed Program  
OEHCP – Ontario Edible Horticulture Crop Payment  
CITI – CAIS Inventory Transition Initiative  
OITP – Ontario Inventory Transition Payment  
COP – Cost of Production payment  
OCRTP – Ontario Cost Recognition Top-Up Payment  
SDRM – Self-Directed Risk Management  
RMP – Risk Management Program

*See reverse for program descriptions.*

## Contact Us

### Agricorp

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Monday through Friday, 7 a.m. to 5 p.m.

Program	Description	Funds Distributed	Timing of Payments
<b>CAIS</b>	CAIS is a margin-based risk management program that protects producers from income declines. The 2007 program year provides coverage when your 2007 production margin decline is greater than 15 percent of your reference margin. Margin declines of less than 15 percent are not covered.	2003 – \$186 million 2004 – \$194 million* 2005 – \$199 million* 2006 – \$84 million** 2007 – \$5 million**	Benefits are calculated after participant's year-end (usually December 31), so generally occur in the following calendar year.
<b>Production Insurance</b>	Production Insurance is a risk management program that protects producers from yield reductions and crop losses caused by adverse weather and other insured perils. Agricorp is prepared for a heavy claim year. Producers who have crop damage should call Agricorp to report their damage.	2003 – \$126 million 2004 – \$39 million 2005 – \$65 million 2006 – \$35 million 2007 – \$14 million**	Claims are processed when yields are reported and the claim price is established.
<b>Ontario Grain and Oilseed Program</b>	The Ontario Grain and Oilseed Program was a one-time program announced in March 2006 to compensate grain and oilseed producers for losses on their 2005 crop.	\$74 million	Payments were issued starting May 2006. The program is now closed.
<b>Ontario Edible Horticulture Crop Payment</b>	The Ontario Edible Horticulture Crop Payment was a one-time program announced in March 2006 to compensate producers for losses on their 2005 horticulture crops.	\$35 million	Payments were issued starting May 2006. The program is now closed.
<b>CAIS General Top-Up</b>	The CAIS General Top-Up is a companion program to help transition to the Agricultural Policy Framework (APF). CAIS participants who received a 2003 CAIS benefit got a total 2003 top-up equal to 24% of the 2003 CAIS benefit. CAIS participants who received a 2004 CAIS benefit received a total 2004 top-up equal to 17.3% of the 2004 CAIS benefit — included as part of CAIS funds issued above.	2003 – \$43 million 2004 – \$33 million	2003 payments were issued in April 2005. 2004 payments were issued in August 2006 and July/August 2007. The program is now closed.
<b>CAIS Inventory Transition Initiative</b>	The CAIS Inventory Transition Initiative (CITI) is a federal transition payment announced in May 2006 to improve the inventory valuation method used under CAIS (retroactive to 2003, 2004, and 2005 CAIS program years).	Total for 2003-2005 – \$91 million*	2003 and 2004 payments were issued in December 2006. 2005 payments were issued starting January 2007. Statements were issued from March to September 2007. The program will close once amendments are completed.
<b>Ontario Inventory Transition Payment</b>	The Ontario Inventory Transition Payment (OITP) is a provincial transition payment announced in September 2006 for CAIS participants who receive a CITI payment (retroactive to 2003, 2004, and 2005 program years and equal to 2/3 of the CITI payment).	Total for 2003-2005 – \$60 million*	2003 and 2004 payments were issued in December 2006. 2005 payments were issued starting January 2007. Statements were issued from March to September 2007. The program will close once amendments are completed.
<b>Cost of Production</b>	The Cost of Production (COP) payment is producer funding of \$400 million from the federal government to help address high production costs.	\$60 million**	Delivered by federal government in July/August 2007.
<b>Ontario Cost Recognition Top-up Payment</b>	Matching funding of \$55 million from the province to Ontario producers to top up the \$400 million announced under the federal COP.	\$39 million **	Cheques were mailed in September 2007 and continue to be sent based on amendments.
<b>Self-Directed Risk Management</b>	The Self-Directed Risk Management (SDRM) program helps horticulture producers who participate in CAIS. Producers deposit funds into an SDRM account and receive a matching government contribution. Withdrawals are triggered when the producer experiences income loss.	2003 – \$24 million*** 2004 – \$25 million*** 2005 – \$25 million*** 2006 - \$600,000***	Payments are made from September to November after the producer makes the deposit and submits the withdrawal form.
<b>Risk Management Program</b>	The Risk Management Program (RMP) is a three-year pilot program starting in 2007 for grain and oilseed producers to help offset losses caused by low commodity prices. The deadline to apply is November 15, 2007.		Payments will start in December 2007. Producers must first submit their completed applications, which are currently being mailed.

As of September 27, 2007

\* Funds may still be flowing due to amendments and appeals, although the program is now closed.

\*\* Funds paid to date for programs that are still being delivered and still issuing funds.

\*\*\* Funds distributed include the producer contribution.