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Coverage for production losses caused by on-farm labour disruption due to COVID-19

This document notifies you about additional coverage for production losses caused by on-farm labour disruptions due to COVID-19 for the 2022 program year. This is an addendum to your contract of insurance with Agricorp.

The coverage described in this addendum will be in place for the 2022 program year, despite Section 3.1 of the *Contract of Insurance – General Terms*, which would normally exclude losses caused by unavailability of labour.

Coverage

- Your 2022 Production Insurance coverage includes “on-farm labour disruption losses due to COVID-19” as an insured peril for the following coverages:
 - Production loss coverage for all commodities that have a guaranteed production
 - Abandonment threshold coverage for fresh market vegetables – acreage loss basis
 - Mortality loss coverage for fruit trees and grapevines
 - Bee health
- The peril of on-farm labour disruption losses due to COVID-19 includes:
 - Inability to attract sufficient on-farm labour due to COVID-19
 - Illness or quarantine of you and/or on-farm labour due to COVID-19
- You are eligible for this coverage for the 2022 program year only if you have a contract of insurance with Agricorp for the 2022 program year, pay your premium by the required deadline, and submit all required documentation (e.g. reported acreage).
- This additional coverage is provided to support the public interest in food security and the sustained economic viability of primary agriculture in Ontario. By accepting this additional coverage, you and Agricorp agree that the legal consideration for it includes the preceding interests, as well as the other mutual covenants set out herein. You and Agricorp further agree that such consideration has been given and received and that it is sufficient for the purposes of this additional coverage.
- This coverage covers on-farm labour disruption losses through the growing season for the insured commodity (e.g., labour required to care for your crop after planting) as well as on-farm labour disruptions at harvest. However, it is important to understand that this added peril will **not** increase the existing limits of your coverage, but will be assessed within them.
- You are eligible for this coverage regardless of the peril coverage you chose for the 2022 program year. For example, if you selected the hail-only coverage option, frost-only coverage option, or hail and frost-only coverage option, you are covered for on-farm labour disruption losses due to COVID-19.

- Other than the addition of on-farm labour disruption losses due to COVID-19 as an insured peril for 2022 as described in this document, there are no other changes to your coverage.

Exclusions to coverage

- The following labour disruption losses due to COVID-19 are excluded from coverage:
 - Labour disruption losses post-harvest, including disruption losses in a packinghouse or processing facility (including on-farm facilities) or to transportation of crops.
 - Losses that cannot be verified, are not directly related to the insured's operations, or that are unreasonable or unacceptable, as determined by Agricorp.
 - Loss of market for any reason, including COVID-19 (e.g., lack of customers at a "pick-your-own" operation).
- On-farm labour disruption due to COVID-19 is an insured peril only for the coverages described in this addendum. It is not an insured peril for other coverages (e.g., unseeded acreage coverage, replanting coverage, salvage benefit, etc.).
- On-farm labour disruption due to COVID-19 is not an insured peril for forage (forage rainfall and new forage seeding).
- There is no on-farm labour disruption coverage for crops intended to be harvested in 2023 (i.e., planted in fall 2022 for harvest in 2023).
- Other than including this peril, there is no increase in the amount of coverage you have for the 2022 crop year. This means there is no change in your number of insured acres, your coverage level, your guaranteed production, or your abandonment threshold. There is no change in the way Agricorp will determine the production shortfall indemnity, abandonment indemnity or establishment indemnity.

Your requirements

- You must notify Agricorp about crop losses caused by on-farm labour disruption due to COVID-19 immediately. This means notifying Agricorp without delay if yield losses or tree/vine/bee mortality, occur.
- You do not need to notify Agricorp about illness or labour disruptions unless it results in a yield loss, or tree/vine/bee mortality.
- You must not abandon or destroy your crop without prior consent from Agricorp.
- You must make a good faith effort to secure sufficient labour for the 2022 program year. Agricorp may ask you to provide information about the steps you took to secure labour this year relative to the steps you took in previous years.
- You must follow relevant public health requirements and practices, including requirements from the Government of Ontario and from your local public health unit. Agricorp may ask you to describe the steps you took to follow these requirements and practices prior to paying an indemnity.
- In the event you or your employees are quarantined, Agricorp may ask for copies of documentation provided by your local public health unit (e.g., orders, advice, emails, etc.)
- You must continue to meet all other requirements in your contract of insurance with Agricorp.