



An agency of the Government of Ontario

Commodity-Specific Terms: Processing Vegetables – Average Farm Yield Basis

Section A: Commodities

These Commodity-Specific Terms apply to Processing Butternut Squash, Processing Carrots, Processing Cucumbers, Processing Green and Wax Beans, Processing Green Peas, Processing Lima Beans, Processing Potatoes, Processing Red Beets, Sugar Beets, Processing Sweet Corn, and Processing Tomatoes.

The coverage options listed in these Commodity-Specific Terms are available only for Commodities grown under contract with a Processor and are based on contracted tonnage.

Section B: Excluded perils

None.

Section C: Available coverage

1 Production loss coverage

1. Production loss coverage is available for all Commodities listed in these Commodity-Specific Terms.
2. Coverage for production loss during Storage is available for Processing Carrots and Processing Potatoes only.

2 Production loss – separate harvest coverage

1. Production loss – separate harvest coverage is available for Processing Sweet Corn, Processing Green Peas, and Processing Green and Wax Beans only.
2. Where the insured Commodity has Multiple Harvest Periods in a Program Year, you may choose a separate Guaranteed Production for each Separate Harvest Period, up to a maximum of three Separate Harvest Periods per Processor per Program Year.
3. The Harvested Production of each Separate Harvest Period is treated separately for Claim purposes.
4. You should not intermingle Harvested Production from Separate Harvest Periods. If you do, you must notify Agricorp. If necessary, Agricorp may estimate the Harvested Production from each Separate Harvest Period.

3 Bypassed acreage coverage

1. Bypassed acreage coverage is available for Processing Green and Wax Beans, Processing Green Peas, Processing Lima Beans, and Processing Sweet Corn only.
2. Where Acreage was Suitable to Harvest and Suitable to Process, but was not harvested because of an Insured Peril, an indemnity may be payable under bypassed acreage coverage.

4 Processing tomato salvage benefit

1. A Salvage Benefit is available if there is loss of or damage to Processing Tomatoes due to blossom end rot or hail damage.

5 Seed-cost coverage

1. Seed-cost coverage is available for Processing Green Peas, Processing Green and Wax Beans, Processing Lima Beans, and Processing Sweet Corn only.
2. An Indemnity may be payable where loss of or damage to a Commodity results in a replanting, Bypassed Acreage, or Zero Production Claim. The Indemnity will be the cost of the seed used, up to a maximum specified by Agricorp.
3. If you have reached your Guaranteed Production on your total planted Acreage or in a Separate Harvest Period, no Indemnity will be payable.

6 Unseeded acreage coverage

1. Unseeded acreage coverage is available for all Commodities listed in these Commodity-Specific Terms, except Processing Green Peas, Processing Potatoes, Processing Red Beets, and Sugar Beets.
2. Reporting deadlines for unseeded acreage coverage are:
 - a) Processing Tomatoes: June 5;
 - b) Hand-Picked Processing Cucumbers, Processing Butternut Squash, Processing Carrots, Processing Lima Beans, and Processing Sweet Corn: June 15; and
 - c) Processing Green and Wax Beans and Machine-Harvested Processing Cucumbers: June 30.
3. Specific conditions for this coverage are:

- a) Machine-Harvested Processing Cucumbers, Processing Green and Wax Beans, Processing Lima Beans, Processing Sweet Corn, Processing Tomatoes and Processing Carrots: Eligible unseeded acres are based on the original acres contracted with the Processor.
 - b) Hand-Picked Processing Cucumbers and Processing Butternut Squash: The land that the Hand-Picked Processing Cucumbers or Processing Butternut Squash was to be planted on must be part of the total Acreage insured. The original contracted tonnage is used to determine the intended acres. Eligible unseeded acres are the difference between intended acres and final acres planted.
4. To be eligible for this coverage, you must offer all acres of commodities listed in these Commodity-Specific Terms for insurance.

7 Replanting coverage

Coverage is available for all Commodities listed in these Commodity-Specific Terms.

1. Specific conditions are:
 - a) Processing Tomatoes: An Indemnity may be payable if loss or damage due to an Insured Peril results in either replanting more than eight per cent of your original plant order, or loss of or damage to at least one contiguous acre, whichever is less.
 - b) An Indemnity may also be payable if a damaged Processing Tomato crop cannot be replanted back to Processing Tomatoes but the land can be replanted to another Commodity by the planting deadline for that Commodity.
2. For processing carrots and hand-picked processing cucumbers, the minimum acreage eligible for a replanting benefit is one unbroken acre.
3. For processing butternut squash, processing green and wax beans, processing green peas, processing lima beans, processing potatoes, processing red beets, sugar beets, and processing sweet corn, the minimum acreage eligible for a replanting benefit is three contiguous acres.

Section D: Commodity-specific conditions

1 General

1. For Processing Commodities that are contracted by weight with a Processor, the Guaranteed Production is either:
 - a) The Average Farm Yield, as determined by Agricorp, multiplied by the selected coverage; or
 - b) The total tonnage specified in the Processing Contract, whichever is less.
2. The maximum amount of Indemnity payable under production loss coverage, except for Processing Potatoes, is either:
 - a) the Claim Price of the Guaranteed Production on all planted acres of that crop; or,
 - b) the contracted tonnage set out in the Processing contract multiplied by the Claim Price, whichever is less.
3. Processing Peas: Processing Peas must not be planted on the same field that peas were planted on within the last three Program Years.
4. Processing Potatoes: Harvested Production is based on gross production of field-run potatoes. Agricorp will adjust the Harvested Production to take into account any potatoes harvested before maturity.
5. Unharvested acres not included in Harvested Production:
 - a) This applies only to Processing Butternut Squash, Processing Carrots, Processing Red Beets, and Processing Tomatoes.
 - b) Any Acreage left unharvested will be excluded from Harvested Production if:
 - i. the unharvested Commodity was Suitable to Harvest and Suitable to Process and this is confirmed in writing by the Processor;
 - ii. you have met your Guaranteed Production based on either the contracted tonnage or your Average Farm Yield multiplied by the coverage selected on the harvested acres, whichever is less; or

- iii. you notify Agricorp promptly after the Processor informs you that they are not accepting any more of the contracted Commodity.

2 Determination of Harvested Production when the Quota Clause is invoked

1. These provisions apply to Processing Sweet Corn and Processing Green and Wax Beans only.
2. If you harvest your maximum production contracted with a Processor, and the Processor invokes the Quota Clause in their contract with you, any remaining unharvested Acreage will not be eligible for bypassed acreage coverage or production loss coverage unless you have separate harvest coverage. If you have separate harvest coverage, each Separate Harvest Period is evaluated separately for Claim purposes.
3. If a Processor invokes the Quota Clause, Harvested Production will be calculated based on the total Harvested Production plus the estimated production from all unharvested acres, as determined by Agricorp.
4. You must notify Agricorp promptly if a Processor invokes the Quota Clause. Agricorp measures the acres subject to the Quota Clause so we can make an accurate estimate of production.

Section E: Cancellation

Cancellation Deadlines are:

1. Processing Green Peas, Processing Green and Wax Beans, Processing Lima Beans, and Processing Tomatoes: May 1.
2. Processing Sweet Corn: May 10.

Section F: Definitions

B

Bypassed Acreage

Acreage of a Commodity that was Suitable to Harvest and Suitable to Process but that could not be harvested because of the Insured Perils of heat or precipitation or any other peril at the discretion of Agricorp.

C

Claim Price

The value of a Commodity determined by Agricorp that is used to calculate Premium or Indemnity amounts.

H

Hand-Picked Processing Cucumbers

Cucumbers grown for Processing and harvested by hand.

M

Machine-Harvested Processing Cucumbers

Cucumbers grown for Processing and harvested by machine.

Multiple Harvest Periods

Two or more Separate Harvest Periods in the same Program Year, for an area of at least 30 acres, where the Commodity is grown for one or more Processors.

P

Processing Butternut Squash

Butternut squash grown for Processing.

Processing Carrots

Carrots grown for Processing.

Processing Cucumbers

Hand-Picked Processing Cucumbers or Machine-Harvested Processing Cucumbers.

Processing Green and Wax Beans

Green and wax beans grown for Processing.

Processing Green Peas

Green peas grown for Processing.

Processing Lima Beans

Lima beans grown for Processing.

Processing Potatoes

Potatoes grown for Processing.

Processing Red Beets

Red beets grown for Processing.

Processing Sweet Corn

Sweet corn grown for Processing.

Processing Tomatoes

Tomatoes grown for Processing.

Q

Quota Clause

A negotiated limit to a Processor's liability for unharvested Acreage that is set out in your contract with a Processor.

S

Separate Harvest Period

A harvest period for a Commodity grown for one Processor that is separate from other harvest periods for the same Commodity by at least three days.

Sugar Beets

Sugar beets grown for Processing.

Suitable to Harvest

A Commodity that has reached the required level of maturity for harvesting and delivery to a Processor.

Suitable to Process

A Commodity of consumable quality.

Z

Zero Production

Production reduced by an Insured Peril to the point that it is not economically feasible to harvest the Commodity.