

Avocado Crop Insurance Protection



RCIS.com



Meeting growers' crop insurance needs in California

Talk to an RCIS crop insurance agent today.

RCIS' Fresno-based Regional Service Office team works hard to understand the crops, conditions and market concerns of California growers, always aiming to provide the best service possible. They share this dedication to customers with our network of local RCIS agents.

Sales Closing Date
November 30

COVERAGE

Insurance coverage is available on all commercially-grown Hass and Lamb-Hass avocados produced in the counties below. (For purposes of APH coverage, the Lamb-Hass and Gem varieties are considered to be Hass, and are therefore insurable under the Hass type.) The insured trees must be irrigated, and have reached the sixth growing season after being set out, or have produced at least 2,000 pounds of avocados an acre in one of the most recent three crop years. The grove may also be subject to an inspection to determine its insurability.

COUNTIES AVAILABLE

- Monterey
- San Luis Obispo
- Orange
- Santa Barbara
- Riverside
- Ventura
- San Diego

CAUSES OF LOSS

Insurance is provided against the following causes of loss that occur during the insurance period:

- Adverse weather conditions
- Earthquake
- Failure of irrigation water supply, if caused by an insured peril during the insurance year
- Fire, unless weeds or undergrowth have not been controlled and/or removed from orchard
- Insects or plant disease, but not damage due to insufficient or improper application of control measures
- Volcanic eruption
- Wildlife

INSURANCE PERIOD

The avocado crop is insured for a two-year period. The insurance period can end earlier due to:

- Total destruction of the crop
- Harvest of the crop
- Abandonment of the crop
- Final adjustment of a loss

LOSS EXAMPLE*

Assume an APH yield of 8,000 pounds per acre, 65 percent coverage level, 100 percent of the price election of \$0.95 per pound, and 100 percent share.

$$\begin{aligned}
 &8,000 \text{ Pounds per acre average yield (APH)} \\
 &\times \underline{0.65} \text{ Coverage level percentage} \\
 &5,200 \text{ Pounds per acre guarantee} \\
 &- \underline{4,000} \text{ Pounds per acre actually produced} \\
 &1,200 \text{ Pounds per acre loss (due to insurable causes)} \\
 &\times \underline{0.95} \text{ Price election} \\
 &\$1,140 \text{ Gross indemnity per acre}
 \end{aligned}$$

COVERAGE LEVELS & PREMIUM SUBSIDIES

The guarantee is based on production history and coverage level selected. Coverage levels range from 50 to 85 percent of your approved yield. Crop insurance premiums are subsidized as follows (chart to the right):

	Coverage Level Percent							
	50	55	60	65	70	75	80	85
Premium Subsidy	67	64	64	59	59	55	48	38
Premium Share	33	36	36	41	41	45	52	62

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. However, there is an administrative fee of \$655 per crop per county, regardless of the acreage.



*The loss example provided above is for informational purposes only. Please refer to your policy for coverage terms. Contact an RCIS crop insurance agent for additional information. | RCIS is a registered trade name of Rural Community Insurance Company, California license #0B89358. RCIC is an equal opportunity provider. © 2021 Rural Community Insurance Company. All rights reserved. 2021RC-063, Sept. 2021