

Area Risk Protection Insurance (ARPI)

- One unit per crop/county
- 80-120% of the Protection Factor
- Coverage levels 70%-90%
- Yield history required annually
- No Replant coverage
- No Late Planting coverage
- No Prevented Planting coverage
- No Written Agreements available



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rev. 10.13.15

Area Risk Protection Insurance (ARPI)



*The crop insurance experts
you can rely on!*

AREA RISK PROTECTION INSURANCE (ARPI)

Area Risk Protection Insurance (ARPI) is an insurance plan that provides coverage based on the experience of a county. It is designed to increase efficiency by providing one set of policy provisions for all area plans and uniform pricing methods for area and individual-based plans.

ARPI uses the Commodity Exchange Price Provisions (CEPP), so crops will use the same prices as those insured under the Common Crop Insurance Policy (CCIP) Basic Provisions.

Three plans are available:

Area Revenue Protection (ARP)

Covers against loss of revenue due to a county level production loss, price decline, or combination of both, and includes upside harvest price protection.

Area Revenue Protection with Harvest Price Exclusion (ARPHPE)

Covers against loss of revenue due to a county level production loss, price decline, or a combination of both. This coverage EXCLUDES UPSIDE harvest price protection.

Area Yield Protection (AYP)

Covers against loss of yield due to a county level production loss.



Levels of Coverage

A producer may elect different coverage levels and/or protection factors for each irrigated practice or for each P/T available in the actuarial documents. If the insured does not elect different coverage levels and/or protection factors, the coverage level and protection factor for the crop will apply to all P/T of the crop.

- ARP coverage levels - 70-90% (5% increments)
 - Catastrophic Risk Protection (CAT) coverage is not available for ARP and ARPHPE.
- AYP coverage levels - 70-90% (5% increments)
 - Catastrophic Risk Protection (CAT) coverage is available at 65% coverage level and 120% protection factor.

Protection Factor

The producer may select a separate protection factor of 80%-120% for each crop, type and practice.

Units

The coverage unit is all acreage of each separate type and practice of the crop in the county.

Production Reporting

ARPI has provisions requiring the producer to report production by a production reporting date.

- Report production at the conclusion of the current insurance year
- If production is not reported, the lowest protection factor will be applied the following crop year

New Liability Calculation:

Expected county yield x Projected price
x Protection factor (0.8 to 1.2)
= Dollar amount of insurance

Then:

Dollar amount of insurance
x acres x share
= Policy Protection

Buying a crop insurance policy is only one risk management option.

Producers should always carefully consider how a policy will work in conjunction with their other risk management strategies to ensure the best possible outcome each crop year.

Your Farm Bureau® crop insurance agent can assist you in developing a good management plan for your farming operation.



The crop insurance experts you can rely on!