



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



To locate a Farm Bureau® agent in your area visit us online at

www.afbisinc.com

The information provided in this brochure varies by crop and county. Before you make any decisions concerning crop insurance, contact a Farm Bureau® agent.

MPCI products are reinsured through the Federal Crop Insurance Corporation (FCIC). These policies are available to all producers regardless of race, color, national origin, sex, age, or disability.

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Area Risk Protection Insurance (ARPI)



Serving Your Crop Insurance Needs

Area Risk Protection Insurance (ARPI)

SERVING YOUR CROP INSURANCE NEEDS

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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.



Area Risk Protection Insurance, or ARPI, is an insurance plan that provides coverage based on the experience of a county. ARPI replaces the Group Risk Plan (GRP) and the Group Risk Income Protection Plan (GRIP). 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 CEPP (Commodity Exchange Price Provisions), so crops will use the same prices as those insured under the Common Crop Insurance Policy (CCIP) Basic Provisions.

Crop Availability

ARPI includes crop provisions for corn, cotton, forage, grain sorghum, soybeans and wheat. Coverage for barley and peanuts TBD.

Current GRP and GRIP policyholders do not have to reapply, as their policy will roll to the similar ARPI plan.

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

An insured 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 are available from 70-90% (in 5% increments).

Catastrophic Risk Protection (CAT) coverage is not available for ARP and ARPHPE.

AYP Coverage levels are available from 70-90% (in 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 insured to report production by a production reporting date.

- Report production at the conclusion of the current insurance year
- Required in 2015 and succeeding crop years
- If 2015 production is not reported, the lowest protection factor available will apply for the 2016 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**

Farm Bureau® Sells Crop Insurance