

## **SCHEDULE E**

### ***POTATO STORAGE PLAN***

**This Schedule E, Potato Storage Plan, forms an integral part of the PRODUCTION INSURANCE AGREEMENT and as such contains supplementary information specific to insurance of potatoes in storage after December 20 of the crop year.**

1. The Potato Storage Plan is an addition to Schedule A - Part V, Potatoes and Schedule A – Part XIII Elite Seed Potato Plan. This is additional coverage is for potato inventory in storage after December 20, of the crop year.
2. This additional coverage is offered to potatoes which were covered under Schedule A – Part V, Potatoes and under Schedule A – Part XIII, Elite Seed Potato Plan. This coverage is NOT a stand alone program but is an extension to the regular insurance coverage. There is NO offsetting of losses between Part V, Potatoes and Part XIII, Elite Seed Potatoes.
3. The insured shall:
  - (b) insure his entire potato crop (Potatoes and Elite Seed Potatoes) during the current crop year, with at least 90% coverage;
  - (b) choose to participate in the storage plan by completing and signing an application form before the application deadline for potatoes, of May 31;
  - (c) pay the required deposit by May 31, for each crop group identified in Section 4;
  - (d) choose one coverage period and one coverage level for each lot of stored inventory;
    - for the purposes of this plan a lot is identified as: a variety, bin or storage
  - (e) complete a Final Inventory Report and file it with the Corporation within 20 days of the final deadline for filing a Proof of Loss, December 20; and
  - (f) offer for insurance, all stored inventory that is identified on the Production Summary as Production to Count, as of December 20.
4. Program Options and Details:
  - (a) Coverage periods beginning December 21 and ending on:
    - February 28 (2 months)
    - April 30 (4 months)
    - June 30 (6 months)\*\*
    - \*\* Insured shall have computerized temperature controlled ventilated storage for all inventory in order to receive 6 month coverage;
  - (b) A coverage level of 70% or 80% must be selected by the application deadline and will be applied to all lots of stored production, as declared on December 20;
  - (c) Unit prices selected for coverage under the Elite Seed Plan and Part V Potatoes shall be the unit prices for the stored inventory;
  - (d) Inventory declared on the Production Summary as Production to Count shall form the probable yield for the storage plan;
  - (e) Individual lots must be identified on the Production Summary and the coverage period chosen for each lot must be assigned by the date for submitting a Production Summary;
  - (f) Guaranteed yield shall be the probable yield \* the coverage level selected.
  - (g) Insured Value shall be the guaranteed yield \* the unit price selected

## ***POTATO STORAGE PLAN....cont.***

### 5. Insurable Perils:

All perils identified in Section 8 of the regulations and includes Pink Rot, Pink Eye, Blight, Bacterial Soft Rot (Erwinia), Leak, Jelly End, Net Necrosis, Stem End Browning Scab, Silver Scurf and Hollow Heart.

### 6. Conditions for Indemnity Payment below the Inventory Guarantee:

(a) All losses must have an identified insurable peril in order to receive an indemnity payment.

(b) Indemnities shall only be paid for lots of inventory written off by the Corporation and no indemnity shall be paid until this inventory is destroyed.

(c) NO indemnity shall be paid for increased cullage beyond those levels established in the Production to Count on December 20 unless all or a portion of the infected inventory is destroyed.

(d) If a crop is sold NO indemnity payment shall be made.

(e) Inventory identified by the Corporation for write-off and approved for salvage will be paid out at the following indemnity rates:

- destroyed inventory; no salvage	- 100%
- as cattle feed	- 100%
- as dehydrated granules	- 75%
- as formed product (ie. hash browns)	- 75%

### 7. Filing of Notice of Loss and Appeals:

A Notice of Loss is required for an indemnity payment to be made.

Final date for filing a Notice of Loss is the end of the storage coverage period selected.

All coverage ends on the final date of the coverage period selected. All appeals must be filed in writing with the Corporation no later than 30 days after the selected coverage period has ended.