

PRIVATE INSURANCE PAYMENTS & NEW CODES FOR THE 2020 PROGRAM YEAR

Private Insurance Payments

New for the 2020 program year, private insurance payments are excluded from the AgriStability program year calculation. Revenue from private insurance payments, such as hail insurance, Global Ag Risk Solutions, Just Solutions or the Western Livestock Price Insurance Program (WLPIP), is non-allowable income for AgriStability. This change allows producers to access additional coverage, while increasing the potential to receive an AgriStability benefit. The expenses to access those programs remain allowable expenses.

Private Insurance Program Payments	Code
Private hail insurance	407
Private insurance proceeds for the replacement of allowable commodities	681
Private insurance proceeds for the replacement of allowable expense items	406
Private insurance proceeds for allowable commodities (production/price/margin insurance)	661
Western Livestock Price Insurance Program (WLPIP)	667

Code Descriptions

Code 407: New code covers hail insurance removed from AgrilInsurance codes. This is treated the same as code 661. For AgriStability, this is non-allowable in the program year but allowable in reference years. For AgrilInvest, it remains allowable.

Code 681: New code covers income from insurance for eligible agricultural commodities and is allowable for both AgriStability and AgrilInvest (e.g., payments received for grain destroyed in a bin fire).

Code 406: Covers the allowable expense items which are allowable for AgriStability, but non-allowable for AgrilInvest.

Code 661: Covers all indemnity payments outlined under 4.3.2 of the AgriStability Guidelines (see point one in note below). Amounts are non-allowable for AgriStability in the program year, but allowable in reference years. Amounts remain allowable for AgrilInvest.

Code 667: Code changed. WLPIP income is non-allowable for AgriStability in the program year, but allowable in reference years. It remains allowable for AgrilInvest.

Note: Amendments to AgriStability Guidelines 4.3.2 Private Insurance Payments

- Indemnity payments from private insurance programs that are fully producer-funded are non-allowable in the Program Year Margin and allowable in the Reference Margin where they relate to:
 - price or revenue insurance associated with the sale of allowable commodities
 - price insurance associated with the purchase of allowable expenses
 - production insurance covering the production of allowable commodities (e.g., private hail insurance)
 - other income insurance, such as margin-based or guaranteed minimum income insurance
- Indemnity payments from private insurance programs not outlined above, that compensate participants for the replacement of eligible agricultural commodities or allowable expense items, are included as allowable income in both the Program Year

Contact the AgriStability Call Centre at
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Codes for New Programs Offered in 2020

COVID-19 Support Program Payments	Code
Livestock Set-Aside Programs	699
Other assistance payments (allowable income)	687
Other assistance payments (non-allowable income)	688
Temporary foreign worker subsidy payments	686
Wage subsidy for arm's length salaries	684
Wage subsidy for non-arm's length salaries	685

Code Descriptions

Code 699: Income from the Livestock Set-Aside Program is allowable in the program year and non-allowable in reference years. These payments compensate eligible producers for increased costs of holding back market-ready livestock due to industry impacts of COVID-19.

Code 687: Income received is allowable in the program year and non-allowable in reference years. These are program payments to help cover costs of allowable expenses or loss of commodity revenue during the COVID-19 pandemic.

Code 688: Income received is non-allowable in both the program and reference years. These are program payments to help cover costs of non-allowable expenses during the COVID-19 pandemic.

Code 686: Income received as part of this subsidy is allowable in program year and non-allowable in reference years.

Code 684: Income received as part of this subsidy is allowable in the program year and non-allowable in reference years.

Code 685: Income received as part of this subsidy is non-allowable in both the program and reference years.

In 2020, two support programs we introduced for Canadian dairy producers. Producers who received payments from these programs should use the following codes to report the income from those programs.

Dairy Support Program Payments	Code
Dairy Farm Investment Program (DFIP)	682
Dairy Direct Payment Program (DDPP)	683

Code Descriptions

Code 682: DFIP payments help compensate Canadian dairy producers for equipment upgrades for improving productivity and adapting to impacts of the Canada–European Union Comprehensive Economic and Trade Agreement (CETA). DFIP payments are related to a capital investment and are considered non-allowable for AgriStability.

Code 683: DDPP supports dairy producers as a result of market access commitments made under recent international trade agreements, including the CETA and the Comprehensive and Progressive Agreement for Trans-Pacific Partnership (CPTPP). DDPP payments are allowable in the program year and non-allowable in reference years.