



United States Department of Agriculture  
Risk Management Agency

January 2011

## 2011 COMMODITY INSURANCE FACT SHEET

# Walnuts

## California

### Crop Insured

All varieties of English walnuts (excluding black walnuts) adapted to the area are insurable, when 90 percent of the trees have reached at least the seventh growing season after being set out. The insurance provider may insure acreage that does not meet the age requirement after an approved inspection and acceptance.

### Counties Available

Walnuts are insurable in Amador, Butte, Calaveras, Colusa, Contra Costa, Fresno, Glenn, Kern, Kings, Lake, Madera, Merced, Placer, San Benito, San Joaquin, Santa Barbara, Santa Clara, San Luis Obispo, Shasta, Solano, Stanislaus, Sutter, Tehama, Tulare, Yolo and Yuba counties. Walnuts in other counties may be insurable by written agreement if specific criteria are met. Contact an agent for more details.

### Causes of Loss

- Adverse weather conditions<sup>1</sup>
- Earthquake
- Failure of irrigation water supply<sup>2</sup>
- Fire<sup>3</sup>
- Insects<sup>4</sup>
- Plant disease<sup>4</sup>
- Wildlife<sup>5</sup>

<sup>1</sup>Natural perils such as hail, frost, freeze, wind, drought, and excess moisture.

<sup>2</sup>If caused by an insured peril during the insurance period.

<sup>3</sup>Unless weeds and undergrowth are not controlled or unmulched pruning

<sup>4</sup>But not damage due to insufficient or improper application of control measures.debris is not removed.

<sup>5</sup>Unless wildlife control measures have not been taken.

### Important Dates

Sales Closing..... January 31  
 Acreage Report Due.....April 30

### Insurance Period

Coverage begins for each crop year on February 1. The calendar date for the end of the insurance period for each crop year is November 15.

### Coverage Levels and Premium Subsidies

The production for the insurance guarantee is measured in pounds of whole in-shell walnuts. Individual amounts of insurance are based on the grower's production history. An insurance agent calculates each grower's approved average yield from 4-10 years of production records. Producers can select a level of coverage ranging from 50 to 75 percent of their approved average yield and 55 to 100 percent of a price announced by USDA. Catastrophic risk (CAT) coverage based on 50 percent of their approved yield and 55 percent of the price.

**Price Election:** Price used to calculate your premium and indemnity:

**2011 Price: \$ .85 per pound**

### Cost of Crop Insurance

The Agricultural Risk Protection Act of 2000 raised the subsidies for federal crop insurance premiums substantially. For CAT coverage, growers pay an application fee of \$300 with 100 percent of the premiums being subsidized. Higher coverage levels are subsidized at lower rates; USDA pays at least 50 percent of the premium. For more detailed information about the amounts of coverage and premiums, please contact a crop insurance agent or your local county Farm Service Agency office for an agent listing.

## Loss Example

Example assumes 65-percent coverage, an average yield of 2,200 pounds per acre, 100-percent price election of \$0.85 per pound., and 100-percent share.

2200	Pounds per acre average yield (APH)
<u>x .65</u>	Coverage level percentage
1430	Pounds per acre guarantee
<u>- 400</u>	Pounds per acre actually produced
1030	Pounds per acre loss
<u>x \$0.85</u>	Price election
<b>\$ 875.50</b>	<b>Gross indemnity per acre</b>

## Where to Purchase Crop Insurance

All multi-peril crop insurance, including CAT coverage insurance policies, are available from private insurance agents. A list of crop insurance agents is available on the RMA Web site at:

<http://www3.rma.usda.gov/tools/agents/>

## Download Copies from the Web

Visit our online publications/fact sheets page at:  
[http://www.rma.usda.gov/aboutrma/fields/ca\\_rso/](http://www.rma.usda.gov/aboutrma/fields/ca_rso/)

The U.S. Department of Agriculture (USDA) prohibits discrimination in all its programs and activities on the basis of race, color, national origin, age, disability, and where applicable, sex, marital status, familial status, parental status, religion, sexual orientation, genetic information, political beliefs, reprisal, or because all or a part of an individual's income is derived from any public assistance program. (Not all prohibited bases apply to all programs.) Persons with disabilities who require alternative means for communication of program information (Braille, large print, audiotape, etc.) should contact USDA's TARGET Center at (202) 720-2600 (voice and TDD).

To file a complaint of discrimination write to: USDA, Director, Office of Civil Rights, 1400 Independence Avenue, S.W., Washington, D.C. 20250-9410 or call (800) 795-3272 (voice) or (202) 720-6382 (TDD). USDA is an equal opportunity provider and employer.

## Regional Contact for RMA

### USDA/Risk Management Agency

Davis Regional Office

430 G Street, # 4168

Davis, CA 95616

Telephone: 530-792-5870

Fax: 530-792-5893

E-mail: [rsoca@rma.usda.gov](mailto:rsoca@rma.usda.gov)