

Quarantine Endorsement

California Avocado and Citrus



What is the Quarantine Endorsement?

The Quarantine Endorsement (QE) adds coverage to your crop insurance policy to protect against a quarantine. If you elect the QE, it becomes part of the Crop Provisions for your crop. The QE does not increase the liability (or maximum coverage) provided by the policy. The QE only makes a loss from a quarantine a payable event.

What is a Quarantine?

A quarantine is an action taken by an appropriate authority (the Animal and Plant Health Inspection Service or the California Department of Food and Agriculture) to control a specific pest that:

- Requires the destruction of your insured crop or the plants on which your insured crop is growing; or
- Does not permit the insured crop to be harvested, sold, transported, transferred, or otherwise restricts it from movement from the location where it was produced to the location of any buyer.

Eligibility

The QE is available for:

- Avocados insured under the California Avocado Crop Provisions.
- Citrus insured under the Arizona-California Citrus Crop Provisions or the Actual Revenue History Citrus Pilot Crop Provisions.

The QE may also be attached to written agreements for crops insured under these Crop Provisions.

Important Dates

Sales Closing/Cancellation

Citrus..... November 20, 2024

Avocados..... November 30, 2024

Acreage Reporting..... January 15, 2024

Premium Billing..... August 15, 2024

End of Insurance

Citrus..... July 31, 2025

August 31, 2025

Avocados.....October 31, 2025

Coverage and Exclusions

Indemnities are payable if, due to a quarantine, there is a mandatory destruction of fruit, plants, or an unavoidable deterioration of the insured production during the quarantine.

Costs associated with tree replacement or any additional requirements of the quarantine order, including disposal, treatment, or labor are not covered.

The endorsement is not available for Catastrophic Risk Protection (CAT) coverage.

Cost of Quarantine Endorsement

An additional premium amount will be applied to cover the cost of this endorsement. The amount is determined by a percentage of the value of the crops at risk.

Loss Example

Assume, for the 2025 crop year, you are growing navel oranges, and you choose the Quarantine Endorsement to the Arizona-California Citrus Crop Provisions. For this example, your price election is \$10.80 per carton.

400	Cartons of Approved Yield
x 50	Acres
<u>x 0.75</u>	Coverage Level
15,000	Yield Guarantee

This fact sheet gives only a general overview of the crop insurance program and is not a complete policy. For further information and an evaluation of your risk management needs, contact a crop insurance agent.

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, complete, sign and mail a program discrimination complaint form, (available at any USDA office location or online at www.ascr.usda.gov), to: United States Department of Agriculture Office of the Assistant Secretary for Civil Rights 1400 Independence Ave., SW; Washington, DC 20250-9410. Or call toll free at 866.632.9992 (voice) to obtain additional information, the appropriate office or to request documents. Individuals who are deaf, hard of hearing, or have speech disabilities may contact USDA through the Federal Relay service at 800.877.8339 or 800.845.6136.



A quarantine is declared after you have harvested 10,000 cartons from the unit. Of these 10,000 cartons, a total of 1,000 cartons are in a warehouse on your farm and you are not allowed to move that production to the location of any buyer or processor. The fruit in these 1,000 cartons is marketable, as defined by the Crop Provisions, at the time the quarantine is declared. All remaining fruit on the trees and the harvest in the warehouse deteriorates during the quarantine and becomes unmarketable as fresh fruit. Under the terms of the Arizona-California Citrus Crop Provisions, navel oranges that are not marketable as fresh fruit are not included in the production-to-count.

Insurance ended on the 1,000 cartons when this quantity was removed from the field where it was grown. Therefore, this quantity must be included in the production-to-count since it was marketable during the insurance period. There is no production-to-count for the fruit that was not harvested since it is not marketable. The indemnity would be calculated as follows:

9,000	Delivered
<u>+ 1,000</u>	In the warehouse
10,000	Cartons production-to-count
15,000	Cartons (yield guarantee)
<u>- 10,000</u>	Cartons
5,000	Cartons unit deficiency
5,000	Cartons
x \$10.80	Price election
<u>x \$1,000</u>	Cartons unit deficiency
\$54,000	Indemnity

Where to Buy Crop Insurance

All multi-peril crop insurance, including CAT policies, are available from private insurance agents. A list of crop insurance agents is available at all USDA service centers and on the RMA website at: www.rma.usda.gov/tools/agent.html.

Contact Us

All USDA/RMA
 Davis Regional Office
 430 G Street, #4168
 Davis, CA 95616
Telephone: 530.792.5870
Fax: 530.792.5893
E-mail: rsoca@rma.usda.gov