



United States
Department of
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Federal Crop
Insurance
Corporation

FCIC 25900 (08-2019)
FCIC 25900-1 (07-2020)
FCIC 25900-2 (08-2021)

ACTUAL REVENUE HISTORY (ARH) TART CHERRY FOR PROCESSING PILOT

LOSS ADJUSTMENT STANDARDS HANDBOOK

**2022 and Succeeding Crop
Years**

**UNITED STATES DEPARTMENT OF AGRICULTURE
KANSAS CITY, MO 64133**

TITLE: ARH TART CHERRY FOR PROCESSING PILOT LOSS ADJUSTMENT STANDARDS HANDBOOK	NUMBER: 25900 NUMBER: 25900-1 NUMBER: 25900-2
EFFECTIVE DATE: 2022 and succeeding crop years	ISSUE DATE: 08-09-2021
SUBJECT: Provides the loss adjustment procedures and instructions for the ARH Tart Cherry for Processing (Pilot) crop insurance program.	OPI: Product Administration and Standards Division
	APPROVED: <i>/s/ Richard H. Flournoy</i> Deputy Administrator for Product Management

REASON FOR AMENDMENT

Revised language to the end of insurance period definition to be consistent with the ARH Tart Cherry Crop Provisions.

Para 42 Modified language to the end of insurance period definition to be consistent with the ARH Tart Cherry Crop Provisions.

**ARH TART CHERRY FOR PROCESSING PILOT LOSS ADJUSTMENT STANDARDS
HANDBOOK**

CONTROL CHART

ARH Tart Cherry for Processing Loss Adjustment Standards Handbook							
	TP Page(s)	TC Page(s)	Text Page(s)	Exhibit Number	Exhibit Page(s)	Date	Directive Number
Remove	1-2		15-16			8-2019	FCIC-25900
Insert	1-2		15-16			8-2021	FCIC-25900-2
Current Index	1-2	1-2	1-14 15-16 17	1-9	17-58	8-2021 8-2019 8-2021 7-2020 8-2019	FCIC-25900-2 FCIC-25900 FCIC-25900-2 FCIC-25900-1 FCIC-25900

These inserted pages listed in the Control Chart above in the “Insert” row replaces pages in the 2020 Actual Revenue History Tart Cherry Loss Adjustment Standards Handbook, FCIC-25900 (08-2019) and FCIC-25900 (07-2020). This handbook is effective for the 2022 and succeeding crop years and is not retroactive to any 2021 or prior crop year determinations.

PART 4 HARVESTED PRODUCTION WORKSHEET

41 Determining the Annual Price

- (1) Use the insured's Net Dollars Received as the value of Sold harvested production if the AIP determines the insured received a reasonable price per pound for such production. A reasonable price is the price buyers in the area are paying on the date of sale for tart cherries of the same variety and quality.
- (2) If the AIP determines the price was reasonable, the annual price will be the total of the net dollars received for production sold, other than revenue from diverted acres, divided by the pounds sold. If the annual price for tart cherries is determined using actual grower sales, the AIP must ensure the production sold is from a legitimate run of tart cherries, complete with the settlement sheets. A small volume of tart cherries brought to the processor with the sole intent of establishing an annual price does not qualify unless it comprises at least 2 standard tart cherry tanks (1,998 pounds) and is confirmed as picked from representative trees by an adjuster.
- (3) This value is determined for each unit by type as follows:
 - (a) the total revenue received from the unit from sale of tart cherries and diversion certificates when handlers/processors initiate the diversion, divided by the total pounds sold from that unit; or
 - (b) if there was no sold production from that unit or the price is determined not reasonable, the amount determined in (a) for a similar unit of the same processing type from which you did have sold production; or
 - (c) if there is no unit of the same processing type that is determined to be reasonable, the total revenue to count from all units of the same type divided by the total pounds sold; or
 - (d) if there were no sales from any unit or if we determine you did not receive a reasonable price per pound RMA will determine the price per pound.
- (4) Harvested production damaged or defective due to insurable causes and not marketable will have a zero value and will not be included in determining the annual price.
- (5) The marketable production from the diverted acres will be valued at a price determined by RMA.
- (6) If a producer/handler/processor is exclusively processing fruit from his/her own production, the Annual Price will be as identified in (3)(d).
- (7) If a producer supplies his/her cooperative, and that cooperative is exclusively processing fruit from its members, the Annual Price will be as identified in (3)(d).
- (8) If a producer in either of the two situations (6) or (7) cannot provide evidence that they are paid a price considered reasonable when compared with purchases from other suppliers without a financial interest in the company or cooperative, the Annual Price will be as identified in (3)(d).

42 General Information for Worksheet Entries and Completion Procedures

- (1) Use this worksheet to record harvested production and sale of tart cherries.
- (2) Record all the production delivered to each processor, or other first handler on separate Harvested Production Worksheets. Convert production delivered to pound equivalents and enter production pounds on the Harvested Production Worksheet, as applicable.
- (3) Complete a separate worksheet for sold, unsold, and diverted production, as applicable. Use multiple worksheets for sold, unsold, and diverted production as needed to record all individual load or lot data.
- (4) A year-end summary from a processor, or other first handler by tart cherry type may be used in lieu of individual load or lot data. The examples herein demonstrate individual load or lot data.
- (5) The allowable revenue may not include any handling charges such as grading, cooling, fumigating, packing, packing containers, selling commissions, CIAB assessments, marketing fees, and other assessments.
- (6) For production from diverted acres the allowable revenue may not include any remittances from the sale of diversion certificates.
- (7) The end of insurance period for inadequate market price is January 15 following harvest unless otherwise specified in the Special Provisions. Any production not sold by the end of the insurance period date for inadequate market price will be valued using the annual price procedure. If a pool should close after the end of the insurance period date for inadequate market price but before April 15, the insured must use the annual price procedure. In addition, the revenue report for the next insurance year will need to use the revenue to count amount from the loss claim.
- (8) All entries on the Harvested Production Worksheet must reflect the insured's share.
- (9) While one or more individual lines within a worksheet, or individual worksheets within a unit, may have net returns of less than zero dollars, the unit summary worksheet cannot have a final net value less than zero as the unit's liability establishes the maximum indemnity payable on the unit.

43-50 (Reserved)