

Reliable Tools for Steady hands: Business Risk Management Programs are supporting Canadian farmers with the many challenges they face

Unpredictable weather, crop or animal disease, market volatility, high input costs: risks like these can impact a farm's bottom line, and future success.

Business Risk Management programs are the tools that provide agricultural producers with protection against income and production losses, helping them manage risks that threaten the viability of their farms.

On average, these programs provide **\$1.6 billion** each year. Support could exceed

\$2B
in 2020

DON'T LEAVE THESE TOOLS ON THE BENCH

AGRISTABILITY



Provides support when producers experience a large margin decline.

- ▶ The deadline for **enrolment** was extended to **July 3, 2020**.
- ▶ Should current conditions persist, payments could reach up to **\$433 million** for 2020
- ▶ Interim payments have been boosted from **50 to 75%** in nearly all jurisdictions.
- ▶ Payments received from private insurance will no longer be considered as income for program calculations.
- ▶ A new pilot will be available in 2021 in select jurisdictions to make joining the program easier.
- ▶ Producers can use the on-line **AgriStability Benefits Estimator** to understand how the program works and how the benefits are calculated.

AGRIINVEST



Provides cash flow to help income declines.

- ▶ Canadian agricultural producers have almost **\$2.3 billion** in their AgriInvest accounts which can be accessed at any time.
- ▶ Federal and provincial governments provide on average close to **\$250 million** in matching contributions to AgriInvest accounts every year.
- ▶ The average producer has close to **\$25,000** in their AgriInvest account, with the average in some sectors reaching as high as **\$93,000**.

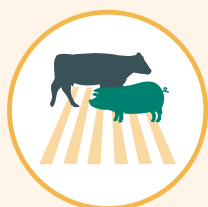
AGRIINSURANCE



Provides cost-shared insurance against natural hazards to reduce the financial impact of production or asset losses.

- ▶ Ontario farmers enrolled in an eligible production insurance plan who suffer from crop losses due to labour disruptions during the 2020 growing season will have access to further insurance coverage through Agricorp.
 - ▶ Work continues with the provinces to help producers cover losses under AgriInsurance due to labour shortages in horticulture.
 - ▶ Governments helped support premiums to insure over **72 millions acres** in 2019.
- Government contributions to AgriInsurance and Wildlife compensations were over **\$1B** in 2019.

AGRIRECOVERY



A federal, provincial, territorial disaster relief framework to help producers with the extraordinary costs of activities necessary for recovery following natural disaster events.

Up to **\$125M**

in federal support is available for **cattle, hog, and other sectors** in dealing with the impacts of COVID-19.

- ▶ The federal government will provide **60%** of the cost for each initiative.

ADVANCE PAYMENTS PROGRAM



A federal loan guarantee program which provides agricultural producers with easy access to low-interest cash advances of up to \$1 million.

\$173M

- ▶ More than **3 billion** in advances were provided in 2019

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in **APP advances** were eligible for delayed repayment in 2020 by introducing Stays of Default to help **ensure producers have more money** on hand in a difficult time.

LEARN ABOUT HOW YOU CAN BENEFIT FROM THESE PROGRAMS

