

## APH Policy

- Protects from revenue loss caused by low yields.
- Yields determined by using the producers **Actual Production History (APH)**.
- **Coverage levels** are typically between 50%-85% in increments of 5%.
- **Basic and Optional** units available.
- **Base price** set by Risk Management Agency (RMA)

### EXAMPLE

#### Spring

RMA sets Base Price as \$4.75

Producer's APH (160 bu/ac) \* Coverage Level (85%) = 136

#### Fall (A)

Final Yield (140 bu/ac) = no payment as 140 > 136

#### Fall (B)

Final Yield (110 bu/ac) = 136 - 110 = 26 bu \* \$4.75 = \$123.50 indemnity