

Assignments

The federal government or the CWB will register an assignment with crop insurance on advances issued using crop insurance as security. The federal government will register an assignment on advances issued using AgriStability as security.

An assignment gives the CWB, on behalf of the federal government, priority on any crop insurance or AgriStability payments up to the amount owing on the advance. By signing the application, the applicant agrees that the federal government or the CWB can register an assignment with crop insurance and the federal government can register an assignment with AgriStability.

Assignments for crop insurance and AgriStability payments

An assignment is an agreement allowing another party (the assignee) to receive payment to which the assignor is entitled. Applicants assign (sign over) their crop insurance payments to the CWB, on behalf of the federal government, to cover repayment of the advance.

If an assignment has been registered with crop insurance by someone other than the federal government or the CWB, the applicant must have each of those assignees complete a Priority Agreement. This agreement gives the CWB, on behalf of the federal government, priority over any existing and future assignments on provincial crop insurance.

Where an assignment has not been registered by the federal government or by the CWB, the applicant agrees to forward any current or future provincial crop insurance payments to the CWB. The applicant is not required to forward payments issued if the payments are made to cover reseeding costs.

What does this mean to the applicant?

If a balance remains owing on the applicant's Pre-harvest advance at the time a payout is made by crop insurance or AgriStability, the payment will be sent to the CWB to be applied to their Pre-harvest advance except where the payments are to cover reseeding costs.