



United States Department of Agriculture
Farm and Foreign Agricultural Services
Risk Management Agency

April 4, 2003

BULLETIN NO.: MGR-03-007

TO: All Reinsured Companies
All Risk Management Agency Field Offices
All Other Interested Parties

FROM: Ross J. Davidson, Jr. /s/Ross J. Davidson, Jr.
Administrator

SUBJECT: 2004 Livestock Price Reinsurance Agreement

BACKGROUND:

On May 9, 2002, the Risk Management Agency (RMA) released the 2003 Livestock Price Reinsurance Agreement (LPRA), which terminates at the end of the reinsurance year. In order to provide livestock reinsurance for the 2004 reinsurance year, RMA must issue a 2004 LPRA.

ACTION:

RMA is releasing the 2004 LPRA, which consists of the Reinsurance Agreement; Appendix 1, Federal Directives; Appendix 2, Plan of Operation (Plan); and Appendix 3, Quality Assurance Program for LPRA. Necessary date changes and the addition of excel spreadsheets to incorporate a standard reporting format for Exhibits 12 and 13 are changes from the 2003 LPRA. All of the attached LPRA documents can be found on the RMA website at: <http://www.rma.usda.gov/news/managers/2003/>.

In order to execute the 2004 LPRA, two copies of the LPRA must be signed in blue ink by a duly authorized person who is empowered to sign on behalf of the primary insurance company that will be reinsured. The two signed LPRA's and two complete copies of the Plan must be submitted by May 1, 2003. Please send all required documents to the following address:



1400 Independence Ave., SW \$ Stop 0801\$ Washington, DC 20250-0805

The Risk Management Agency Administers and Oversees
All Programs Authorized Under the Federal Crop Insurance Corporation

An Equal Opportunity Employer

USDA/Risk Management Agency
Reinsurance Services Division
Denise Hoffmann, Acting Director
6501 Beacon Drive
Mail Stop 0811
Kansas City, MO 64133-4676

Upon receipt of the properly executed documents, including all documentation requested in the Plan (unless previously submitted), RMA will evaluate and perform the financial review required by the Standards for Approval (7 C.F.R. 400, subpart L). When the LPRA is approved, one of the originals signed by both parties will be returned along with a copy of the approved Plan. Once both parties execute the LPRA, the insurance company executing the LPRA is eligible to sell livestock price reinsurance policies during the 2004 reinsurance year.

Thank you for your participation in the Federal Crop Insurance Corporation's reinsurance program. If you should have any questions regarding this matter, please contact your account executive.

DISPOSAL DATE:

This bulletin is for transmitting/updating information and the expiration date is April 3, 2004.

Attachments

