



United States
Department of
Agriculture

March 3, 2005

Risk
Management
Agency

INFORMATIONAL MEMORANDUM: R&D-05-013

6501 Beacon Drive
Kansas City,
MO 64133-4676

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

FROM: Rodger M. Matthews, Sr. /s/ *Rodger M. Matthews, Sr.*
Associate Deputy Administrator

SUBJECT: Addendum to 2005 Crop Year (CY) Actuarial Document (Special Provisions) – **(Crop Revenue Coverage (CRC))** Corn, Grain Sorghum, Soybeans, and Spring Wheat Base Prices and Price Factors; **(Group Risk Income Protection (GRIP))** Corn, Grain Sorghum, and Soybeans Expected Prices and Volatility Factors; **(Hybrid Seed Price Endorsement (HSPE))** Hybrid Seed Price; **(Income Protection (IP & Indexed IP))** Barley, Corn, Grain Sorghum, Soybeans, and Wheat Projected Prices; and **(Revenue Assurance (RA))** Canola, Corn, Feed Barley, Soybeans, Spring Wheat, and Sunflowers Projected Harvest Prices and Volatility Factors; and **RA** Malting Barley Additional Price Announcement

CROP REVENUE COVERAGE

The following 2005 crop year base price and low & high price factors have been approved for CRC corn, grain sorghum, soybeans, and spring wheat in counties with a March 15 cancellation date.

<u>Crop</u>	<u>Base Price</u>	<u>Price Factors</u>	
		<u>Low</u>	<u>High</u>
Corn	\$2.32/bushel	0.321	0.321
Grain Sorghum	\$2.15/bushel	0.297	0.297
Soybeans	\$5.53/bushel	0.655	0.655
Spring Wheat	\$3.35/bushel	0.290	0.290



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

An Equal Opportunity Employer

Addendum to 2005 Crop Year (CY) Actuarial Document (Special Provisions)--(**Crop Revenue Coverage (CRC)**) Corn, Grain Sorghum, Soybeans, and Spring Wheat Base Prices and Price Factors; (**Group Risk Income Protection (GRIP)**) Corn, Grain Sorghum, and Soybeans Expected Prices and Volatility Factors; (**Hybrid Seed Price Endorsement (HSPE)**) Hybrid Seed Price; (**Income Protection (IP & Indexed IP)**) Barley, Corn, Grain Sorghum, Soybeans, and Wheat Projected Prices; (**Revenue Assurance (RA)**) Canola, Corn, Feed Barley, Soybeans, Spring Wheat, and Sunflowers Projected Harvest Prices and Volatility Factors; and **RA** Malting Barley Additional Price Announcement

2

GROUP RISK INCOME PROTECTION

The following 2005 CY expected prices and volatility factors have been approved for GRIP corn, grain sorghum, and soybeans in counties with a March 15 cancellation date.

<u>Crop</u>	<u>Expected Price</u>	<u>Volatility Factor</u>
Corn	\$2.38/bushel	0.21
Grain Sorghum	\$2.15/bushel	0.21
Soybeans	\$5.99/bushel	0.21

HYBRID SEED PRICE ENDORSEMENT

The following 2005 CY hybrid seed price has been approved for the Hybrid Seed Price Endorsement.

<u>Crop</u>	<u>Hybrid Seed Price</u>
Hybrid Seed Corn	\$2.32/bushel

INCOME PROTECTION

The following 2005 CY projected prices have been approved for IP barley, grain sorghum, and wheat, and for IP & Indexed IP corn and soybeans in counties with a March 15 sales closing date.

<u>Crop</u>	<u>Projected Price</u>
Barley	\$1.89/bushel
Corn	\$2.32/bushel
Grain Sorghum	\$2.15/bushel
Soybeans	\$5.53/bushel
Wheat	\$3.21/bushel

Addendum to 2005 Crop Year (CY) Actuarial Document (Special Provisions)--(**Crop Revenue Coverage (CRC)**) Corn, Grain Sorghum, Soybeans, and Spring Wheat Base Prices and Price Factors; (**Group Risk Income Protection (GRIP)**) Corn, Grain Sorghum, and Soybeans Expected Prices and Volatility Factors; (**Hybrid Seed Price Endorsement (HSPE)**) Hybrid Seed Price; (**Income Protection (IP & Indexed IP)**) Barley, Corn, Grain Sorghum, Soybeans, and Wheat Projected Prices; (**Revenue Assurance (RA)**) Canola, Corn, Feed Barley, Soybeans, Spring Wheat, and Sunflowers Projected Harvest Prices and Volatility Factors; and **RA Malting Barley Additional Price Announcement**

3

REVENUE ASSURANCE

The following 2005 CY projected harvest prices and volatility factors have been approved for RA canola, feed barley, spring wheat, and sunflowers in all covered counties, and for RA corn and soybeans in counties with a March 15 cancellation date.

<u>Crop</u>	<u>Projected Harvest Price</u>	<u>Volatility Factor</u>
Canola	\$0.098/pound	0.16
Corn	\$2.32/bushel	0.21
Feed Barley	\$1.99/bushel	0.15
Soybeans	\$5.53/bushel	0.21
Spring Wheat	\$3.35/bushel	0.14
Sunflowers	\$0.092/pound	0.19

REVENUE ASSURANCE MALTING BARLEY

In accordance with the RA Malting Barley Price and Quality Endorsement, the 2005 crop year additional price under Option A is as follows:

<u>States</u>	<u>Additional Price/bushel</u>
Colorado, Minnesota, South Dakota	\$0.60
Idaho and Montana	\$0.90

DISPOSAL DATE

This Informational Memorandum is for the purpose of transmitting information and the expiration date is December 31, 2005.