



United States
Department of
Agriculture

Risk
Management
Agency

6501 Beacon Drive
Kansas City,
MO 64133-4676

November 28, 2006

INFORMATIONAL MEMORANDUM: PM-06-047

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

FROM: Tim B. Witt */s/Tim B. Witt*
Deputy Administrator

SUBJECT: 2007 Adjusted Gross Revenue (AGR) Policy, and
2007 Adjusted Gross Revenue-Lite (AGR-Lite) Insurance Policy Materials

BACKGROUND:

The Federal Crop Insurance Corporation Board of Directors approved the following revisions to the Adjusted Gross Revenue Plan of Insurance: (1) Change the contract change date to August 31, (2) Update the arbitration language to the most current language available from the Basic Provisions, and modify the language as necessary, (3) Clarify the language pertinent to ownership and use for farming operations that are transferred to new owners or when insureds change their tax entities, and, (4) Other technical and procedural changes as are necessary to make AGR technically and legally sufficient. The same changes were applied to the AGR-Lite policy.

AGR-Lite is expanded for the 2007 insurance year to Arizona, Colorado (selected counties), Kansas, Minnesota, Montana, Nevada, New Mexico, Utah, Wisconsin, and Wyoming. The AGR-Lite program is also currently available in Alaska, Connecticut, Delaware, Idaho, Maine, Maryland, Massachusetts, New Hampshire, New Jersey, New York, North Carolina, Oregon, Pennsylvania, Rhode Island, Vermont, Virginia, Washington, and West Virginia.

ACTION:

The AGR Policy and AGR-Lite materials listed below are posted on the RMA website. The materials include the following:

Material

AGR Policy
AGR-Lite Policy
AGR-Lite Underwriting Rules

AGR-Lite Handbook
Manual 13 Requirements

Web Address

<http://www.rma.usda.gov/policies/2007/agr.pdf>
<http://www.rma.usda.gov/policies/2007/agr-lite.pdf>
<http://www.rma.usda.gov/policies/2007/agr-liteunderwriting.pdf>
<http://www.rma.usda.gov/policies/2007/20030.pdf>
<http://www.rma.usda.gov/data/m13/>



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

An Equal Opportunity Employer

Special Provisions

<http://www3.rma.usda.gov/apps/docbrowser/>

In addition, the Risk Management Agency (RMA) premium calculator is available on the RMA web site for general information purposes. To find the AGR and AGR-Lite premium calculator:

Go to: <http://www.rma.usda.gov/tools/premcalc.html>

Select: Premium Calculation Online Tool for 2000 and succeeding years

DISPOSAL DATE:

This Informational Memorandum is for the purpose of transmitting information and its disposal date is December 31, 2006.