

United States
Department of
Agriculture



Federal Crop
Insurance
Corporation



PEA LOSS ADJUSTMENT STANDARDS HANDBOOK

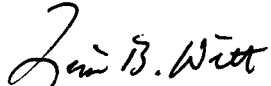
Product
Development
Division

2001 and Succeeding Crop Years

FCIC- 25300 (02-1999)
FCIC-25300-1 (03-1999)
FCIC-25300-2 (01-2001)
FCIC-25300-3 (05-2001)

(For Green Pea and Dry Pea Policies)

UNITED STATES DEPARTMENT OF AGRICULTURE
WASHINGTON, D.C. 20250

FEDERAL CROP INSURANCE HANDBOOK		FCIC- 25300 (02-1999) FCIC-25300-1 (03-1999) FCIC-25300-2 (01-2001) FCIC-25300-3 (05-2001)
SUBJECT: PEA LOSS ADJUSTMENT STANDARDS HANDBOOK 2001 AND SUCCEEDING CROP YEARS	DATE: May 8, 2001	
	OPI: Product Development Division	
	APPROVED:  Deputy Administrator, Research and Development	

THIS HANDBOOK CONTAINS THE OFFICIAL FCIC-APPROVED LOSS ADJUSTMENT STANDARDS FOR THIS CROP FOR THE 2001 AND SUCCEEDING CROP YEARS. IN THE ABSENCE OF INDUSTRY-DEVELOPED, FCIC-APPROVED PROCEDURE FOR THIS CROP FOR 2001 AND SUCCEEDING CROP YEARS, ALL REINSURED COMPANIES WILL UTILIZE THESE STANDARDS FOR BOTH LOSS ADJUSTMENT AND LOSS TRAINING.

SUMMARY OF CHANGES/CONTROL CHART

Major Changes: See changes or additions in text which have been **redlined**. Three stars (***) identify information that has been removed.

Changes for Crop Year 2001 (FCIC-25300-3) issued MAY 2001:

Page 45, EXHIBIT 1, paragraph D - Added definition of Defective Lentils.

Page 46, EXHIBIT 1:

Revised the “Computed Total Dockage, Defects and Foreign Material” entry to match the sample certificate on page 44.

Clarified that only the percent of **total dockage**, plus the percent of **foreign material** is used to determine the FM factor (item K₂) on the production worksheet, unless otherwise specified in the Special Provisions.

Clarified that only those Defects on the grade certificate that are a result of insurable causes of loss that occurred within the insurance period may be considered in determining if the production is eligible for quality adjustment (grades U.S. No. 2 or worse).

PEA LOSS ADJUSTMENT STANDARDS HANDBOOK

SUMMARY OF CHANGES/CONTROL CHART (Continued)

Control Chart for: Pea Loss Adjustment Standards Handbook						
	SC Page(s)	TC Page(s)	Text Page(s)	Reference Material	Date	Directive Number
Remove	1-4			45-46	01-2001	FCIC-25300-2
Insert	1-2			45-46	05-2001	FCIC-25300-3
Current Index	1-2	1-2	1-2		05-2001	FCIC-25300-3
			3-4.2		02-1999	FCIC-25300
			5-6		02-1999	FCIC-25300
			7-8		01-2001	FCIC-25300-2
			9-10		02-1999	FCIC-25300
			11-12		01-2001	FCIC-25300-2
			13-16		02-1999	FCIC-25300
			17-18		03-1999	FCIC-25300-1
			19-20		02-1999	FCIC-25300
			21-26		01-2001	FCIC-25300-2
			27-28		02-1999	FCIC-25300
			29-30		01-2001	FCIC-25300-2
			31-32		02-1999	FCIC-25300
			33-34		01-2001	FCIC-25300-2
			35-36		02-1999	FCIC-25300
			37-40		03-1999	FCIC-25300-1
						41-44
			45-46	05-2001	FCIC-25300-3	

EXHIBIT 1

DETERMINING DOCKAGE/FOREIGN MATERIAL FOR DRY PEAS, INCLUDING LENTILS (Continued)

B. DOCKAGE.

- (1) Dockage must be due to an insurable cause; otherwise, it cannot be deducted.
- (2) Dockage as defined in the U. S. Standards for Whole Dry Peas, Split Peas and Lentils (U. S. Standards for Dry Peas or Lentils): Small underdeveloped dry peas or lentils, pieces of dry peas or lentils, and matter other than dry peas or lentils which can be removed readily by the use of an approved device in accordance with Federal Grain Inspection Service procedures.

C. FOREIGN MATERIAL

Foreign material in dockage-free dry peas or lentils as defined in the U.S. Standards: All matter other than dry peas and including detached seedcoats.

D. DEFECTIVE PEAS AND LENTILS

Defective peas, as defined in the U. S. Standards for Whole Dry Peas is defined as follows: The categories of the defective dry peas shall be weevil-damaged peas, heat-damaged peas, damaged peas, other classes, bleached peas, split peas, shriveled peas, and peas with cracked seedcoats.

Defective lentils (total), as defined in the U. S. Standards for Lentils is defined as follows: The categories of the defective lentils shall be weevil-damaged lentils, heat-damaged lentils, damaged lentils, and split lentils.

E. DOCKAGE ENTRY

The dockage entry for item K₁ on the Production Worksheet is determined by adding the percentage of foreign material to the total dockage percentage shown on the grade certificate.

The sample grade certificate on the previous page shows two blocks of information in the body of the certificate:

EXHIBIT 1

DETERMINING DOCKAGE/FOREIGN MATERIAL FOR DRY PEAS, INCLUDING LENTILS (Continued)

EXAMPLE:

"DOCKAGE"		<p>Only the percent of total dockage percent plus the percent of foreign material is used to determine the FM factor (item K₂) on the production worksheet (unless otherwise specified in the Special Provisions).</p> <p>EXAMPLE: Total Dockage/1 (4.8) plus Foreign Material/2 (0.4) equals 5.2%. The entry in item K₂ of the Production Worksheet will be .948" as shown below.</p> <p>The defects (due to insurable causes) items listed under Defects and Foreign Material are only used to determine the U.S. Grade of Peas or Lentils in accordance with standards listed in the U.S. Standards for Dry Peas and Lentils (unless otherwise specified in the Special Provisions).</p>
Sieve Size	11/64	
Small Size	3.5	
Splits	1.1	
Other Material	0.2	
Total Dockage /1	4.8	
"DEFECTS AND FOREIGN MATERIAL"		
Weevil Damaged	0.3	
Pin Hole Heat Damaged	0.3	
Contrasting Classes Bleached	2.7	
Splits Shriveled	1.2/EX 0.0	
Foreign Material /2	0.4	
Total Defects and Foreign Material	3.7	
<u>Computed</u> Total Dockage, Defects and Foreign Material	8.3	

NOTE: Only "Defects" (as determined by a grader licensed to grade dry peas or lentils) verified to be due to insurable causes of loss that occur within the insurance period may be considered when determining if production is eligible for quality adjustment (grades U. S. No. 2 or worse). If uninsured causes are suspected, refer to the LAM.