



United States Department of Agriculture

Farm and Foreign Agricultural Services
Risk Management Agency

BULLETIN NO.: MGR-00-029

TO: All Reinsured Companies
All Risk Management Agency Field Offices

FROM: Kenneth D. Ackerman /s/ Ken Ackerman 10-17-00
Administrator

SUBJECT: Pilot Coverage Enhancement Option (CEO) Premium for Prevented Planting Acres
for the 2000 and Succeeding Crop Years

ISSUE:

Confusion exists regarding whether insureds are required to pay the additional pilot Coverage Enhancement Option (CEO) premium surcharge on acreage reported as prevented planting.

ACTION:

Since CEO does not pay a benefit on prevented planting acres (see subsection 5 (b) of the option), such acres should not be assessed the CEO premium surcharge. CEO premium is only charged on planted acres.

If any insureds were assessed CEO premium on prevented planting acres, insurance providers should correct premium and issue premium refunds or credits for the 2000 crop year accordingly.

DISPOSAL:

This bulletin is for the purpose of transmitting information and the expiration date is December 31, 2001.



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

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