



United States Department of Agriculture

Farm and Foreign Agricultural Services
Risk Management Agency

BULLETIN NO.: MGR-99-039.1

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

FROM: Kenneth D. Ackerman /s/ Ken Ackerman 10-20-99
Administrator

SUBJECT: Aquatic Crop Reinsurance Agreement - Revision

BACKGROUND:

On October 15, 1999, the Risk Management Agency (RMA) issued MGR-99-039 which provided the Aquatic Crop Reinsurance Agreement (Aquatic Agreement) for reinsuring the Cultivated Clam Crop (CCC) pilot program. Some concern has been raised over the implementation of the state assigned risk limitation under the Aquatic Agreement. Considering CCC is the first pilot program of an aquatic crop and there is little experience on which to base its performance, limiting the amount of CCC net book premium a company can place in the assigned risk fund may restrict sales of the CCC pilot program.

ACTION:

Until further notice, RMA will not enforce sections II.B.1.c and d. or II.B.4. of the Aquatic Agreement. This will waive the limitation on the amount of net book premium a company can place in the assigned risk fund and the required company minimum retention under the Aquatic Agreement.

Questions regarding this bulletin may be addressed to E. Heyward Baker, Director, Reinsurance Services Division, at (202) 720-4232.



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

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