

Farm and Foreign Agricultural Services Risk Management Agency

BULLETIN NO.: MGR-01-006

TO: All Reinsured Companies

All Risk Management Agency Field Offices

FROM: Kenneth D. Ackerman /s/ Kenneth D. Ackerman 1/19/01

Administrator

SUBJECT: Actuarial Addendum - Expansion of 80 and 85 Percent Coverage Levels To

Additional 2001 Crop Year Corn, Cotton, Grain Sorghum, and Soybean Actuarial

Documents

BACKGROUND:

The 80 and 85 percent coverage levels are being added in certain counties for the 2001 crop year for corn, cotton, grain sorghum, and soybeans insured under the Actual Production History (Plan 90), Income Protection (Plan 42), and Indexed Income Protection (Plan 45) plans of insurance.

ACTION:

The attached 2001 Crop Year Actuarial Addendum for corn, cotton, grain sorghum, and soybeans lists the additional States and/or Counties by crop and insurance plan where 80 and 85 percent coverage levels are being added, and the appropriate Coverage Level Rate Differentials.

Insurance providers must inform and provide this Actuarial Addendum to agents approved to sell corn, cotton, grain sorghum, and soybean insurance in these locations. Actuarial documents will not be "refiled"; however, the Actuarial Data Master will be updated to reflect this Actuarial Addendum. An updated spreadsheet and maps listing the availability of all 80 and 85 percent coverage levels may now be found under the Participation Data page on the RMA website at http://www.rma.usda.gov/data/#coverage. Effective no later than January 22, 2001, the updated Actuarial Data Master will be available on the RO Server, and the updated FCI-35 Coverage and Rates Actuarial Documents will be available for printing from the actuarial document browser found under Tools and Calculators on the Risk Management Agency (RMA) website at http://www.rma.usda.gov.



DISPOSAL DATE

This Informational Memorandum is effective until this Actuarial Addendum information is incorporated into the next crop year filing for these crops.

ACTUARIAL ADDENDUM 2001 AND SUCCEEDING CROP YEARS

COVERAGE LEVEL RATE DIFFERENTIALS (same for corn, cotton, grain sorghum, and soybeans)

CAT	0.47
50%	0.47
55%	0.51
60%	0.57
65%	0.65
70%	0.79
75%	1.00
80%	1.27
85%	1.60

Following is a list by insurance plan, by crop, of the additional counties where 80 and 85 percent coverage levels will be available for the 2001 crop year.

Actual Production History (Plan 90)

Corn	Montana New Mexico	Big Horn, Carbon, Stillwater, Treasure, Yellowstone Union
	Oklahoma	Beaver, Beckham, Cimarron, Ellis, Greer, Jackson, Texas, Woodward
	Pennsylvania	Adams, Carbon, Columbia, Delaware, Lebanon, Luzerne, Mifflin, Montour, Snyder, Union
	Texas	Armstrong, Bailey, Briscoe, Carson, Castro, Crosby,
		Dallam, Deaf Smith, Donley, Floyd, Gray, Hale, Hansford,
		Hartley, Hockley, Hutchinson, Lamb, Lipscomb, Lubbock,
		Moore, Ochiltree, Parmer, Potter, Randall, Roberts,
		Sherman, Swisher, Terry, Wheeler, Yoakum
Cotton	Alabama	All cotton counties
	Florida	All cotton counties
	Georgia	All cotton counties
	Kansas	All cotton counties
	New Mexico	All cotton counties
	North Carolina	All cotton counties
	Oklahoma	All cotton counties
	South Carolina	All cotton counties
	Texas	All cotton counties

Virginia All cotton counties

Grain Sorghum New Mexico Union

Oklahoma Beaver, Beckham, Cimarron, Ellis, Greer, Harmon, Harper,

Jackson, Roger Mills, Texas, Woodward

Texas Armstrong, Bailey, Briscoe, Carson, Castro, Cochran,

Collingsworth, Crosby, Dallam, Deaf Smith, Donley, Floyd, Gray, Hale, Hansford, Hartley, Hemphill, Hockley, Hutchinson, Lamb, Lipscomb, Lubbock, Moore, Ochiltree,

Oldham, Parmer, Potter, Randall, Roberts, Sherman,

Swisher, Terry, Wheeler, Yoakum

Soybeans Colorado Baca, Bent, Prowers, Yuma

Oklahoma Cimarron, Greer, Jackson, Texas

Pennsylvania Adams, Blair, Carbon, Centre, Columbia, Delaware,

Huntingdon, Lebanon, Luzerne, Mifflin, Montour, Snyder,

Union

Texas Bailey, Briscoe, Carson, Castro, Cochran, Crosby, Deaf

Smith, Floyd, Gaines, Hale, Hall, Hansford, Hartley, Hockley, Hutchinson, Lamb, Lubbock, Lynn, Moore, Ochiltree, Parmer, Randall, Sherman, Swisher, Terry

<u>Income Protection (Plan 42)</u>

Cotton Alabama Autauga, Lawrence, Limestone, Madison

Georgia Brooks, Colquitt, Dooley, Worth

Grain Sorghum Texas Armstrong, Bailey, Briscoe, Carson, Castro, Cochran,

Collingsworth, Crosby, Dallam, Deaf Smith, Donley, Floyd, Gray, Hale, Hansford, Hartley, Hemphill, Hockley, Hutchinson, Lamb, Lipscomb, Lubbock, Moore, Ochiltree,

Oldham, Parmer, Potter, Randall, Roberts, Sherman,

Swisher, Terry, Wheeler, Yoakum

<u>Indexed Income Protection (Plan 45)</u>

Corn Pennsylvania Adams, Carbon, Columbia, Delaware, Lebanon, Luzerne,

Mifflin, Montour, Snyder, Union