

Farm and Foreign Agricultural Services Risk Management Agency

BULLETIN NO.: MGR-01-029

TO: All Reinsured Companies

All Risk Management Agency Field Offices

FROM: Phyllis W. Honor /s/ Phyllis W. Honor 12-19-01

Acting Administrator

SUBJECT: Cotton Quality Adjustment Procedure for the Southeast, North Delta, and South Delta

Growth Areas

BACKGROUND:

Managers Bulletin (MGR-01-008) was approved for 2000 crop year to create a calculation for quality adjustment in the Southeast, North Delta, and South Delta growth areas for crop year 2000 because the necessary prices were not available. The same loss conditions that created the need for the 2000 crop year bulletin are present in the 2001 crop year. The crop insurance industry is requesting that the same procedure, without changes, be reissued for use in the 2001 crop year.

ACTION:

MGR-01-008, "Cotton Quality Adjustment for the Southeast, North Delta, and South Delta Growth Areas for the Crop year 2000," remains in effect for the 2001 crop year.

This same quality adjustment comparison procedure may also be used when color and leaf grade, micronaire, or extraneous matter cannot be determined from the Daily Spot Cotton Quotations sheets for the applicable growth area where the cotton was grown.

DISPOSAL:

This bulletin will remain active until incorporated into the AUP & ELS Cotton Loss Adjustment Standards Handbook. The estimated disposal date is December 26, 2003.

