

FINAL RESOLUTION

Premium Reduction Plan Resolution, Exhibit No. 2772

WHEREAS, on October 28, 2004, the Board adopted a resolution to publish an advanced notice of proposed rulemaking seeking advice of the public on issues related to Premium Reduction Plans;

WHEREAS, the Risk Management Agency (RMA) has conducted further review, since the October 28, 2004, Board meeting, of the manner in which the Premium Reduction Plan requirements should be reviewed and modified and now recommends that RMA immediately proceed with notice and comment rulemaking on this matter;

WHEREAS, Notice and comment rulemaking would give the public a better opportunity to provide comments and analysis in the development of the Premium Reduction Plan requirements if it is given the opportunity to comment on a proposed rule;

THEREFORE RESOLVED, that the resolution adopted by the Board on October 28, 2004, Exhibit No. 2769, regarding issues related to proposed Premium Reduction Plans be rescinded and that the Board adopt the following resolution in its place:

“WHEREAS, Issues have been raised regarding the legality of the current Premium Reduction Plan procedures;

WHEREAS, Issues have been raised regarding the effect of the Premium Reduction Plan on the crop insurance delivery system;

WHEREAS, Issues have been raised regarding the effect of the Premium Reduction Plan on all farmers including small, minority, and limited resource farmers.

WHEREAS, Issues have been raised regarding the equity of the Premium Reduction Plan procedures as they apply to small and large approved insurance providers; and

WHEREAS, Implementation issues have been raised by the new submissions that were not contemplated when the procedures were drafted;

THEREFORE, RESOLVED THAT the Board now directs the Federal Crop Insurance Corporation (FCIC) to publish a Proposed and Final Rule to address the above stated and other issues as identified by FCIC, as expeditiously as possible.”

Adopted by the Board of Directors on: 11/19/04

/signed/ _____ 11/19/04
Byron Anderson Date
Secretary
Federal Crop Insurance Corporation

[SEAL]

Approved by:

/signed/ _____
Keith Collins
Chairman of the Board

11/19/04
Date