

**MINUTES
OF THE
MEETING OF THE BOARD OF DIRECTORS
OF THE
FEDERAL CROP INSURANCE CORPORATION**

A meeting of the Board of Directors (Board) of the Federal Crop Insurance Corporation (FCIC) was held on July 11, 2001, in room 108-A, Jamie L. Whitten Federal Office Building, U.S. Department of Agriculture, Washington, D.C. The public was invited to attend.

Meeting
July 11, 2001

The meeting was called to order at 10:30 a.m., in Executive Session.

Call to Order
Executive Session

Present were J.B. Penn, Under Secretary, Farm and Foreign Agricultural Services; Keith Collins, Chief Economist, USDA; Michael Keating, and Bobby Webster, constituting a statutory quorum; Phyllis W. Honor, Acting Manager, FCIC; and Diana Moslak, Secretary.

Present

Also present were Butch May, Farm and Foreign Agricultural Services; Kim Arrigo, Office of the General Counsel (OGC); Bill Bing, Marian Jenkins, E. Heyward Baker, Bart James, Don Stonecypher, Vondie O'Conner, Mary Slay, and Damaris Falero-Kendall, Assistant Secretary to the Board, of the Risk Management Agency (RMA); Ken Ackerman, Olsson, Frank and Weeda, P.C.; and Brian Brandt, Agricultural Conservation Innovation Center.

Thomas Hunt Shipman, Acting Deputy Under Secretary, arrived at the meeting at 10:35 a.m.

Thomas Hunt Shipman

Joe Glauber, Office of the Chief Economist, arrived at the meeting at 10:40 a.m.

Joe Glauber

Joe Glauber left the meeting at 11:00 a.m., and returned at 11:05 a.m.

Joe Glauber

Ken Ackerman and Brian Brandt were asked to leave the meeting at 11:35 a.m., for the Board to have further discussion on their presentation and returned at 12:00 noon.

Ken Ackerman and
Brian Brandt

Thomas Hunt Shipman left the meeting at 12:00 noon and returned at 12:10 p.m.

Thomas Hunt Shipman

A motion was made and seconded to adopt the following resolution:

RESOLVED: That: 1) the Manager of the Corporation be authorized to enter into and execute contracts with the persons or entities from the list of reviewers provided the Board, or the alternates in case the proposed persons are not available, to review the "Nutrient Management: Best Management Practices Insurance Program" prior to Board action; and 2) the task order statement of work be used to execute the contracts.

Nutrient Management:
Best Management
Practices Insurance
Program - Approval of
Reviewers and
Alternates; Task Order
Statement of Work; and
Execution of Contract

The motion carried. (Board Memorandum No. 615. Exhibit No. 2047.)

Ken Ackerman and Brian Brandt left the meeting at 12:10 p.m.

Ken Ackerman and Brian
Brandt

Barry Cleaveland, American Agrisurance, Inc., arrived at the meeting at 12:10 p.m.

Barry Cleaveland

A motion was made and seconded to adopt the following resolution:

RESOLVED: That: 1) the Manager of the Corporation be authorized to enter into and execute contracts with the persons or entities from the list of reviewers provided the Board, or the alternates in case the proposed persons are not available, to review "Crop Revenue Coverage for Crop Year 2002 Coarse Grains, Cotton, and Rice" prior to Board action; and 2) the task order statement of work be used to execute the contracts.

Crop Revenue Coverage
for Crop Year 2002
Coarse Grains, Cotton,
and Rice - Approval of
Reviewers and
Alternates; Task Order
Statement of Work; and
Execution of Contract

A motion was made and seconded to amend Board Memorandum No. 616 to limit expert review to the proposed changes to the Commodity Exchange Endorsement harvest price discovery periods and the Commodity Exchange Endorsement base price discovery periods and to amend the maximum billed hours contained in the task order statement of work from 40 to 24.

The amendment carried.

The motion to adopt the resolution contained in Board Memorandum No. 616, as amended, carried. (Board Memorandum No. 616. Exhibit No. 2048.)

There being no further business to come before the Board, the meeting adjourned at 12:34 p.m., to meet again on July 19, 2001, in Washington, D.C.

Garland Westmoreland

Adjourn

July 11, 2001

/s/ Diana Moslak
Diana Moslak, Secretary
Federal Crop Insurance Corporation