FINAL RESOLUTION

RESOLVED, that pursuant to the information contained in Docket No. CI-Section 508(h) Submission Dry Bean Remand Implementation 05-18-23 02, Exhibit 4722, as well as other material submitted to the Board on this matter, the Board hereby approves the Dry Bean Remand Implementation, which affirms the approval of the prior Submission the Dry Bean Modification and Expansion, in full and specifically with respect to the contingency pricing methodology.

NOW THEREFORE BE IT FURTHER RESOLVED that the Board notes that all five expert reviewers stated that the actions taken by the Manager, with agreement of the applicant, to implement changes and other revisions to conform the product to RMA standards, ensure compliance with the law, and other revisions to efficiently implement the product were the correct actions for the benefit of the producer and the program.

NOW THEREFORE BE IT FURTHER RESOLVED that the Board notes the Manager implemented a solution that was discussed by experts at the time and merely provided certainty to producers prior to entering into a binding insurance contract, rather than allowing contract terms to be variable post hoc. Upon the latest review, the new set of experts agreed the implemented methodology was more transparent, has likely led to greater grower satisfaction, potentially better actuarial soundness, and would be less likely to invite litigation.

NOW THEREFORE BE IT FURTHER RESOLVED that the Board notes the Dry Beans Revenue participations strongly suggests growers are happy with the product design, as even after the contingency pricing methodology triggered in 2015, sales only increased in later years, thus the interest of producers seems protected.

NOW THEREFORE BE IT FURTHER RESOLVED that the Board notes the experts did have differing opinions on how premiums should be handled with such a methodology, but none believe the current premium methodology is actuarially unsound, especially given the presence of premium subsidy and the relatively minor effect the contingency pricing mechanism has on expected losses. However, the Board requests the Manager engage the applicant in order to consider the suggestions presented by the reviewers for a future modification.

Adopted by the Board of Directors on:	05/18/2023
	/signed/
	Robin Anderson, Secretary
	Federal Crop Insurance Corporation
Approved by:	
/signed/	05/18/2023
Seth Meyer	Date
Chairman of the Board	