



United States Department of Agriculture
Risk Management Agency

March 2005

2005 COMMODITY INSURANCE FACT SHEET

Cabbage

Illinois Michigan Ohio

Crop Insured

All cabbage types grown in the county on insurable acreage and of an insurable type that are planted for harvest as marketable cabbage for fresh market and processing. (Savoy cabbage is excluded. Direct marketing is allowed under this policy.)

Counties Available

Cabbage insurance is available in 2005 crop year pilot counties only - IL: Gallatin, Kankakee and White; MI: Bay and Macomb; OH: Lucas and Sandusky.

Causes of Loss

Adverse weather conditions
Earthquake
Fire
Failure of irrigation water supply, if applicable, due to an unavoidable cause of loss occurring within the insurance period.
Insects*
Plant disease*
Volcanic eruption
Wildlife

All specified causes of loss must be due to a naturally occurring event.
*But not damage due to insufficient or improper application of pest or disease control measures.

Excluded Causes of Loss

Damage that occurs or becomes evident after the end of the insurance period.
Failure to market the cabbage due to quarantine, boycott, or refusal of any entity to accept production.

Insurance Period

Coverage begins at the time of planting and ends the earliest of: (1) total destruction of the crop, (2) harvest of the unit, (3) final adjustment of a loss, or (6) November 25.

Reporting Requirements

Acreage Report - You must report to your insurance provider all acreage of the insured crop in the county in which you have a share.

Important Dates

Sales Closing March 15
Initial Planting April 1 (Spring)
Initial Planting June 1 (Summer)
Final Planting May 31 (Spring)
Final Planting July 20 (Summer)
Acreage Report May 31 (Spring)
Acreage Report July 25 (Summer)
Cancellation March 15

Definitions

Production Guarantees - Number of hundredweight guaranteed per acre, determined by multiplying your average yield per acre times the coverage level percentage you elect. Yields are based on actual production history (APH) records reported to your insurance provider.

Coverage Levels and Premium Subsidies

The cabbage policy guarantees a certain amount of production, depending on the level of coverage selected. Crop insurance premiums are subsidized as shown below. For example, if you select the 75-percent coverage level, the premium subsidy is 55 percent and your premium share is 45 percent of the base premium

Item	Percent					
Coverage Level	50	55	60	65	70	75
Premium Subsidy	67	64	64	59	59	55
Your Share	33	36	36	41	41	45

The total cost for CAT coverage will be an administrative fee of \$100 per crop per county, regardless of the acreage. All other coverage levels require a \$30.00 administrative fee

Price Election

Price at which you are compensated per hundredweight (cwt) in the event of a loss, based on the percentage of established price you have selected. Price election percentage choices for this crop year are 55 percent to 100 percent of the prices shown below.

Established Prices (Fresh):

Illinois:	\$7.85/cwt
Michigan:	\$7.85/cwt
Ohio:	\$8.35/cwt

Replant Provisions

Replanting payments are allowed if the crop is damaged by an insurable cause of loss to the extent that the remaining stand will not produce at least 90 percent of the production guarantee, and it is practical to replant. Please consult your crop insurance provider for further details.

Loss Example

A loss occurs when crop production falls below the guaranteed hundredweight amount as a result of damage from a covered cause of loss. This example assumes 100-percent share in 50 acres with 65-percent coverage level production guarantee of 300 cwt per acre, price election of \$7.85 (Michigan), and a harvest of 10,000 cwt. **(Production guarantee x unit acres x price election - production x price election) x share)**

300	cwt per acre	
x	<u>50</u>	Acres
15,000	cwt guarantee	
x	<u>\$7.85</u>	Price election
\$117,750	Value of guarantee	

10,000	cwt production	
x	<u>\$7.85</u>	Price election
\$78,500	Value of production to count	

\$117,750	Value of guarantee	
-	<u>\$78,500</u>	Value of production to count
\$39,250	Loss	
x	<u>1.000</u>	Share
\$39,250	Final indemnity	

Download Copies from the Web

Visit our online publications/fact sheets page at:
<http://www.rma.usda.gov/pubs/#bfr>.

The U.S. Department of Agriculture (USDA) prohibits discrimination in all its programs and activities on the basis of race, color, national origin, sex, religion, age, disability, political beliefs, sexual orientation, and marital or familial status. (Not all prohibited bases apply to all programs.) Persons with disabilities who require alternative means for communication of program information (Braille, large print, audiotape, etc.) should contact USDA's TARGET Center at 202-720-2600 (voice and TDD).

To file a complaint of discrimination, write USDA, Director, Office of Civil Rights, Room 326-W, Whitten Building, 14th and Independence Avenue, SW, Washington, DC 20250-9410 or call (202) 720-5964 (voice or TDD). USDA is an equal opportunity provider and employer.