



November 30, 2012

United States
Department of
Agriculture

INFORMATIONAL MEMORANDUM: PM-11-046.3

Farm and Foreign
Agricultural Service

TO: All Approved Insurance Providers
All Risk Management Agency Field Offices
All other Interested Parties

Risk
Management
Agency

FROM: Tim B. Witt /s/ *Tim B. Witt*
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SUBJECT: Trend-Adjusted Actual Production History (APH) Expansion - Canola, Corn, Cotton, Grain Sorghum, Rice, Soybeans and Wheat

BACKGROUND:

The Risk Management Agency (RMA) previously issued Product Management Informational Memorandums PM-11-046, PM-11-046.1 and PM-11-046.2, regarding Trend-Adjusted APH. Trend-Adjusted APH has been expanded into additional crops and locations for the 2013 crop year. It will be available in additional counties for corn, soybeans, and wheat, and will also be expanded to canola, cotton, grain sorghum and rice in certain locations.

ACTION:

Product Management Informational Memorandums PM-11-046, PM-11-046.1 and PM-11-046.2 containing Trend-Adjusted APH procedures apply to the crops and locations for which Trend-Adjusted APH is available. The additional eligible crops and locations for the Trend-Adjusted APH are contained within the actuarial documents. Also attached are revised questions and answers, maps and listing of counties where Trend-Adjusted APH is available for the 2013 crop year.

With the addition of crops and actuarial changes, RMA is making additional clarifications to the Trend-Adjusted APH procedures as follows:

- (1) The new specialty corn types (high amylase and blue) and specialty canola type (high oleic) are not eligible for Trend-Adjusted APH.
- (2) In addition to the Trend-Adjusted APH procedures in part 1 section 3E, if Trend-Adjusted APH is terminated by FCIC or if the Trend Adjustment factor is no longer available on the crop/county actuarial documents, trend adjustments will no longer apply to any actual yields, and the 10 percent yield limitation will not apply the initial year of cancellation or removal of the Trend Adjustment factor. Simple Average (SA) T-Yields calculated from approved APH yields containing actual yields with trend adjustments must be recalculated based on the current year's approved APH yields without trend adjustments.



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- (3) If the insured cancels Trend-Adjusted APH, any SA T-Yields calculated from approved APH yields containing actual yields with trend adjustments must be replaced with applicable percentage of the variable T-Yield.

DISPOSAL:

December 31, 2013

Attachments