



United States  
Department of  
Agriculture

Farm and Foreign  
Agricultural  
Services

Risk  
Management  
Agency

Beacon Facility –  
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February 1, 2013

**INFORMATIONAL MEMORANDUM: PM-13-005**

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

**FROM:** Tim B. Witt /s/ Tim B. Witt  
Deputy Administrator

**SUBJECT:** 2013 Crop Year (CY) **Common Crop Insurance Policy** Projected Prices and Volatility Factors

**Common Crop Insurance Policy**

The 2013 CY **projected prices** shown below are approved for the Yield Protection, Revenue Protection, and Revenue Protection with Harvest Price Exclusion plans of insurance. The 2013 CY **volatility factors** shown below are approved for the Revenue Protection and Revenue Protection with Harvest Price Exclusion plans of insurance. The projected prices and volatility factors are covered by the **February 15 sales closing date** and are applicable for the crops, practices, and states indicated in the following table.

<b>Crop/Practice/State</b>	<b>Exchange</b>	<b>Contract</b>	<b>Projected Price</b>	<b>Volatility Factor</b>
<b>Corn</b> Texas	CBOT	December Corn	\$5.86/bu.	0.20
<b>Corn – Organic Practice</b> Texas	CBOT	December Corn	\$9.12/bu.	0.20
<b>Grain Sorghum</b> Texas	CBOT	December Corn	\$5.74/bu.	0.20
<b>Rice</b> Florida	CBOT	November [September] Rice	\$0.156/lb.*	0.12

*\* Section I of the Commodity Exchange Price Provisions (CEPP) stipulates that a trading day must have open interest contract activity on at least 25 contracts to qualify as a “full active trading day”. All trading days during the projected price discovery period for the CBOT November rice contract lack sufficient open interest activity. Accordingly, the most recent eight days of daily settlement prices for the prior (September) contract are used to derive the projected price since there is sufficient open interest activity on all trading days for this contract.*

**DISPOSAL DATE**

December 31, 2013



The Risk Management Agency Administers  
And Oversees All Programs Authorized Under  
The Federal Crop Insurance Corporation