

2011 MINNESOTA ACTUARIAL UPDATE

11/30 FILING

11/30 MN Crops/Programs: Combo Barley, APH Buckwheat, Combo Canola, Combo/GRP/GRIP Corn, APH Dry Beans, APH Dry Peas, APH Flax, Dollar Forage Seeding, APH Green Peas, YBD Hybrid Corn Seed, APH Oats, APH Popcorn, APH Potatoes, APH Processing Beans, Combo/GRP/GRIP Soybeans, APH Sugar Beets, Combo Sunflowers, APH Sweet Corn, Combo/GRP/GRIP Wheat

COUNTY CROP EXPANSION: None

COUNTY CROP DELETIONS: GRP/GRIP Wheat has been removed from Mahnommen County

DATES: No changes

RATES: Rate review completed for Barley and Sunflowers.

STATEMENTS:

- **BARLEY:**
 - Two statements related to sprout damaged barley and protein level for two-rowed barley have been deleted from the SPOIs for malting barley counties because the new malting barley endorsement now contains similar language.
 - Statement added at bottom of Rates section of AIB states that the acres used to determine the enterprise unit discount include only insured planted acreage in the unit (does not include prevented planting acres).
 - Statement at bottom of Rates section of AIB states that any whole farm unit discount that is applicable will be calculated based on the insurance offer details.
- **BUCKWHEAT:**
 - SPOI statement changed to show the maximum Contract Price adjusted from \$8.00 in 2010 to \$10.08 in 2011.
- **CANOLA:**
 - Statement added at bottom of Rates section of AIB states that the acres used to determine the enterprise unit discount include only insured planted acreage in the unit (does not include prevented planting acres).
 - Statement at bottom of Rates section of AIB states that any whole farm unit discount that is applicable will be calculated based on the insurance offer details.
- **CORN**
 - Prices statement added to SPOIs to address additional pricing for certified organic corn.
 - Statement on Rates tab explains that basic, enterprise, or whole farm unit discounts will be calculated based on the insurance offer details.
 - The "Settlement of Claim" statement has been removed from the SPOIs. Now covered in the Coarse Grains crop provisions.
 - The SPOI statement related to insuring high-oil and high protein corn has been removed. The language is now in the Coarse Grains Crop provisions.
- **FORAGE SEEDING:**
 - Organic statement removed from SPOIs.
- **GRAIN SORGHUM:**
 - Statement added at bottom of Rates section of AIB states that the acres used to determine the enterprise unit discount include only insured planted acreage in the unit (does not include prevented planting acres).
 - Statement at bottom of Rates section of AIB states that any whole farm unit discount that is applicable will be calculated based on the insurance offer details.
- **HYBRID CORN SEED:**
 - Organic statement removed from SPOIs.
 - Statements that had been shown on both the FCI-35s and SPOIs related to coverage level factors and the frost/freeze dates will now be shown only on the SPOIs.
- **SOYBEANS:**
 - Prices statement added to SPOIs to address additional pricing for certified organic soybeans.
 - Statement on Rates tab explains that basic, enterprise, or whole farm unit discounts will be calculated based on the insurance offer details.
 - SPOIs now contain statements related to insuring specialty soybeans under all three plans.
 - SPOI statement added explaining how replanting of specialty type soybeans is administered.

- **SUGAR BEETS:**
 - Statement added to SPOIs in all counties changing the replant tonnage amount to 1½ tons from the 1 ton amount shown in the Sugar Beets Crop Provisions.
- **SUNFLOWERS:**
 - Statement added at bottom of Rates section of AIB states that the acres used to determine the enterprise unit discount include only insured planted acreage in the unit (does not include prevented planting acres).
 - Statement at bottom of Rates section of AIB states that any whole farm unit discount that is applicable will be calculated based on the insurance offer details.
- **WHEAT:**
 - Mahnomon County will no longer have GRP and GRIP programs because NASS has stopped reporting county data.
 - The quality adjustment section on the SPOIs now includes a discounts table for falling numbers.
 - Statement on Rates tab that explains that basic, enterprise, or whole farm unit discounts will be calculated based on the insurance offer details.
- **GRANT COUNTY:** Added map statements to the SPOIs and Rates tab of the AIB for all 11/30 filing crops.

TYPES/PRACTICES: Certified Organic and Transitional Organic are now practices.

T-YIELDS: T-Yield review completed for Barley and Sunflowers.

MAPS:

- Added unrated land map in Grant County due to new impounded water area. The map will apply to all 11/30 crops.
- Map boundaries have changed for some counties due to the removal of some land from the map areas that had been rated APH on the Supplements.

SUPPLEMENTS:

- There are no FCI-33 Supplements for 2011. All land previously listed on the Supplements that is located in the map areas will be rated based on the high-risk area rates in effect, or if unrated, the land will be uninsurable for 2011 without a new written agreement.

OTHER CHANGES:

- Added map statement to SPOIs and Rates tab for Grant County, MN for all 11/30 crops.
- The organic statement on the SPOIs has changed and the organic statement is no longer used on dollar plan crops (forage seeding) or yield based dollar plan (hybrid corn seed) SPOIs.
- 80% and 85% coverage levels added to all counties for Canola and Sunflowers.
- The quality statements and discount factors have been changed for crop with quality adjustment shown on the SPOIs.
- New Basic Provisions and also new Crop Provisions for Canola, Coarse Grains, Dry Beans, Dry Peas, Small Grains, and Sunflowers.
- New Malting Barley Price and Quality Endorsement.
- Plan codes for GRP and GRIP have changed. For 2011 plan codes are: Plan 04 for GRP, Plan 05 for GRIP with Harvest Revenue Option, and Plan 06 for GRIP.
- The former APH, CRC, IP, and RA plans have been replaced with Yield Protection, Revenue Protection, and Revenue Protection with Harvest Price Exclusion.
- All actuarial information is now contained in the Actuarial Information Browser found at:
<http://webapp.rma.usda.gov/apps/actuarialinformationbrowser/>

NOTE: This is not an official document.

December 6, 2010