

# ATTACHMENT

## **Listing of provisions that will be incorporated in the Standard Reinsurance Agreement and Livestock Price Reinsurance Agreement for 2012 and subsequent reinsurance years**

### **Standard Reinsurance Agreement**

#### ***Section III(a)(2)(B):***

For the 2012 and succeeding reinsurance years, subparagraph (B) will read:

“(B) A&O subsidy and CAT LAE will be paid to the Company after the Company submits, and FCIC accepts, acreage reports, or other similar reports (e.g., preliminary tonnage report for eligible raisin crop insurance contracts, or inventory value reports for nursery and clam crop insurance contracts, annual farm report for eligible AGR crop insurance contracts). The initial payment to the Company of A&O subsidy and CAT LAE will be based on information reported on the September monthly settlement report following the end of the reinsurance year, and will be adjusted monthly thereafter.”

#### ***Section III(a)(2)(G)(i)(IV):***

For the 2012 reinsurance year, the value in subclause (IV) will be “1.0140”

For the 2013 reinsurance year, the value in subclause (IV) will be “1.0262”

For the 2014 reinsurance year, the value in subclause (IV) will be “1.0375”

For the 2015 and succeeding reinsurance years, the value in subclause (IV) will be “1.0509”

#### ***Section III(a)(2)(H)(i)(IV):***

For the 2012 reinsurance year, the value in subclause (IV) will be “1.0140”

For the 2013 reinsurance year, the value in subclause (IV) will be “1.0262”

For the 2014 reinsurance year, the value in subclause (IV) will be “1.0375”

For the 2015 and succeeding reinsurance years, the value in subclause (IV) will be “1.0509”

#### ***Section IV(c)(1):***

For the 2012 and succeeding reinsurance years, paragraph (1) will read:

“(1) With respect to payments due FCIC from the Company:

- (A) Except as provided in subparagraph (B), all payments will be netted on the monthly and annual settlement reports with amounts due the Company from FCIC. FCIC will remit amounts due the Company by electronic funds transfer (EFT) on or before the FCIC payment date. Any amounts due FCIC or the Company that are not timely remitted are subject to the interest rate provisions contained in section IV(c), with such interest accruing from the date such payment was due to the date of payment.
- (B) Amounts due FCIC on the September monthly settlement report following the end of the reinsurance year will be netted with amounts due the Company on prior reinsurance year reports. The Company must remit amounts due no later than the Company payment date for the September monthly report. The A&O subsidy and CAT LAE shown on the September monthly settlement report following the end of the reinsurance year, will not be netted with amounts due from the Company, but will be paid no later than the third business day of October. All subsequent monthly or annual settlement reports for the reinsurance year will be paid as specified in subparagraph (A).”

***Appendix I, section VIII(c)(3):***

For the 2012 and succeeding reinsurance years, paragraph (3) will read:

- “(3) If any State in which the loss adjuster performs loss adjustment activities requires a test which is not crop insurance-specific (as determined by FCIC) to obtain a license to adjust an eligible crop insurance contract, taking and completing with a passing grade a proficiency testing program developed, approved, and implemented under FCIC procedures in lieu of obtaining a license in such State, or, if such FCIC-approved proficiency testing program is not available in the State, taking and passing the State test and obtaining the license required by the State.”

**Livestock Price Reinsurance Agreement**

***Appendix I, section VIII(c)(3):***

For the 2012 and succeeding reinsurance years, paragraph (3) will read:

- “(3) If any State in which the loss adjuster performs loss adjustment activities requires a test which is not crop insurance-specific (as determined by FCIC) to obtain a license to adjust an eligible crop insurance contract, taking and completing with a passing grade a proficiency testing program developed, approved, and implemented under FCIC procedures in lieu of obtaining a license in such State, or, if such FCIC-approved proficiency testing program is not available in the State, taking and passing the State test and obtaining the license required by the State.”