# LIVESTOCK RISK PROTECTION (LRP) LIABILITY/PREMIUM CALCULATIONS

**Edit Description** 

# Livestock Risk Protection (LRP) (Insurance Plan Code 81)

### **INSURED VALUE (LIABILITY)**

INSURED\_VALUE = NUMBER\_HEAD \* TARGET\_WEIGHT \* COVERAGE\_PRICE \* SHARE (field 17) (field 10) (field 11) (field 13) (field 16)

## **TOTAL PREMIUM**

TOTAL\_PREMIUM = INSURED\_VALUE \* RATE (field 20) (field 17) (field 18)

### PRODUCER PREMIUM

SUBSIDY = TOTAL\_PREMIUM \* Subsidy Factor (field 21) (field 20) (Internal\*)

PRODUCER\_PREMIUM = TOTAL\_PREMIUM - SUBSIDY (field 26) (field 20) (field 21)

\*Subsidy Factor for LRP is 0.130 (except for Lamb). Subsidy Factor for LRP Lamb will be by Endorsement Length. Endorsement Length - 13 weeks is 0.200, 26 weeks is 0.350, and 39 weeks is 0.380.

### **A&O EXPENSE SUBSIDY**

AOEXPENSE\_SUBSIDY = TOTAL\_PREMIUM \* AOExpense Subsidy Percent (field 27) (field 20) (Internal)

# Exhibit 135-1 LIVESTOCK RISK PROTECTION (LRP) LIABILITY/PREMIUM CALCULATIONS Edit Description

Tag	No.	Picture	Rounding	Description
<number_head></number_head>	10	9(08)	whole number	Number of Head covered by the endorsement. See Exhibit 135 notes.
<target_weight></target_weight>	11	9999.99	nearest cwt	Expected weight of the livestock, per head.
<coverage_price></coverage_price>	13	9999.999	per ADM	Obtain from A00630. Level of protection on a dollar per cwt basis and result of expected ending value multiplied by the coverage level.
<share></share>	16	9.999	3 decimal places	Percentage of insured interest in the covered livestock.
<insured_value> (Liability)</insured_value>	17	9(10)	nearest whole dollar	Total dollar amount of coverage (Liability). Number of head multiplied by target weight multiplied by the coverage price multiplied by the insured share.
<rate></rate>	18	.999999	per ADM	Obtain from A00630.
<total_premium></total_premium>	20	9(10)	nearest whole dollar	Premium including subsidy. Insured Value multiplied by rate.
Subsidy Factor	Internal	.999	3 decimal places	Subsidy Factor for LRP is 0.130 (except for Lamb). Subsidy Factor for LRP Lamb will be by Endorsement Length. Endorsement Length - 13 weeks is 0.200, 26 weeks is 0.350, and 39 weeks is 0.380. Subsidy percent converted to factor.
<subsidy></subsidy>	21	9(10)	nearest whole dollar	Total Premium multiplied by Subsidy Factor.
<producer_premium></producer_premium>	26	9(10)	nearest whole dollar	Premium after subsidy. Total Premium minus Subsidy.
AOExpense Subsidy Percent	Internal	.999	3 decimal places	A&O Expense Subsidy Percent
<aoexpense_subsidy></aoexpense_subsidy>	27	9(10).99	Dollar and cents	Total Premium multiplied by AOExpense Subsidy Percent.