United States Department of Agriculture
Risk Management Agency

February 2013

2013 COMMODITY INSURANCE FACT SHEET

Corn

Arkansas, Kentucky, Louisiana, Mississippi and Tennessee

Crop Insured
The crop insured will be field corn planted for harvest as grain. In counties where premium rates are not provided by an actuarial table, the crop may be insurable by written agreement if specific criteria are met.

Counties Available
See your crop insurance agent for a listing of eligible counties.

Causes of Loss
Adverse weather conditions
Earthquake
Fire
Insects[1]
Plant disease[1]
Volcanic eruption[2]
Wildlife

All specified causes of loss must be due to a naturally occurring event.
[1]But not damage due to insufficient or improper application of pest or disease control measures.
[2]Failure of the irrigation water supply, if applicable, due to an unavoidable cause of loss occurring within the insurance period

Important Dates
Sales Closing Date (AR,LA,MS)………..February 28
Sales Closing Date (KY,TN)……..…….. March 15
Cancellation Date (AR,LA,MS) ……….. February 28
Cancellation Date (KY,TN)……….…….March 15
Final Planting Date: (Dates differ by state and county)
Acreage Report Date…………………….July 15

Insurance Period
Coverage usually begins when the crop is planted and ends at the earliest of:
1. Total destruction of the crop;
2. Harvest of the corn;
3. Final adjustment of a loss;
4. Abandonment of the crop; or
5. December 10, 2013.

Reporting Requirements
You must timely report to your agent all acres of the crop in the county in which you have a share.

Definitions
Cancellation date –The calendar date specified in the Crop Provisions on which coverage for the crop will automatically renew unless canceled in writing by either you or us or terminated in accordance with the policy terms.
Production Guarantee – The number of bushels determined by multiplying the approved yield per acre by the coverage level percentage you elect.
Projected Price – The price for this crop determined in accordance with the Commodity Exchange Price Provisions. The applicable projected price is used for each crop for which revenue protection is available, regardless of whether you elect to obtain revenue protection or yield protection for such crop.

Coverage Levels & Premium Subsidies
Catastrophic Coverage: 50 percent of your average yield and 55 percent of the projected price.
Additional Coverage: 50, 55, 60, 65, 70, 70, 80, and 85 percent of your average yield and up to 100 percent of the projected price.
Premium Subsidies: varies based on coverage level.

Replant Provisions
Not available under Catastrophic Risk Protection (CAT) Coverage
A replanting payment is allowed if your corn crop is damaged by a covered cause of loss to the extent that the remaining stand will not produce at least 90 percent of your bushel guarantee and it is practical to replant. The maximum payment will be the lesser of 20 percent of the production guarantee or 8 bushels, multiplied by the price election, multiplied by your insured share.

Late and Prevented Planting

These provisions provide protection on acreage that is planted late or that cannot be planted by the final planting date or within the late planting period. Please consult a crop insurance agent for details..

Loss Example

You have 100 percent share in 50 acres of corn in the unit with a production guarantee (per acre) of 115 bushels (177 bu approved yield x 65 percent coverage level), your projected price is $5.75 your harvest price is $5.90, and your production to count is 5,000 bushels.

Yield Protection

50	acres
115	bushel production guarantee
x 575	production guarantee
33,062.50	
5.000	bushel
x 575	projected
28,750.00	
33,062.50	
-28,750.00	
4,312.50	
4,312.50	
x 1.000	
4,312.50	indemnity

Revenue Protection

50	acres
115	bushel production guarantee
x 575	projected price
$33,062.00	revenue protection guarantee
5,000	bushel production guarantee
x 5.90	harvest price
$29,500.00	
$33,062.00	
- $29,500.00	
$ 3,562.50	
$3,562.50	
x 1.000	
3,562.50	**indemnity**

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