



PM-25-029: Margin Coverage Option - Effective for the 2026 and Succeeding Crop Years

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Date

April 30, 2025

To

All Approved Insurance Providers

All Risk Management Agency Field Offices

All Other Interested Parties

From

Richard H. Flournoy, Deputy Administrator /s/ Richard H. Flournoy

Subject

Margin Coverage Option - Effective for the 2026 and Succeeding Crop Years

BACKGROUND:

The Federal Crop Insurance Corporation Board of Directors approved implementation of the Margin Coverage Option (MCO) program, under section 508(h) of the Federal Crop Insurance Act, on May 23, 2024.

MCO provides a band of insurance from 86 percent up to 95 percent of expected crop value to cover producers' operating margins. MCO will be available as an endorsement for corn, cotton, grain sorghum, soybeans, rice, and spring wheat for the 2026 and succeeding crop years.

ACTION:

The following documents will be available by close of business today on the [RMA website](#):

- MCO Endorsement (26-MCO)

- MCO Insurance Standards Handbook (FCIC-20700U)
- MCO Price Provisions – General (26-MCO PP)
- MCO Price Provisions – Corn (26-MCO PP-0041)
- MCO Price Provisions – Cotton (26-MCO PP-0021)
- MCO Price Provisions – Grain Sorghum (26-MCO PP-0051)
- MCO Price Provisions – Rice (26-MCO PP-0018)
- MCO Price Provisions – Soybeans (26-MCO PP-0081)
- MCO Price Provisions – Wheat (26-MCO PP-0011)

Interested producers should contact a crop insurance agent for further information. A list of agents can be found on the [Agent Locator](#).

DISPOSAL DATE:

December 31, 2025