

UNDERWRITING STANDARDS
Winter Squash Pilot Program
9/14/99

- 1 In general, the FCIC 18010 Crop Insurance Handbook (CIH) applies to Winter Squash. Exceptions, changes, and additions are referenced in this supplement.
 - A Winter Squash is a category D, Dollar Plan Crop. CIH Sections 1 - 4 that apply to Category D crops apply to Winter Squash.
 - B Differences in the procedures are indicated on the Procedure Comparison & Reference Guide (See Section 5).

- 2 **CIH Section 4** - In addition to Section 4E, Endorsements and Options: **(NACAT→ Winter Squash Minimum Value Option.**
 - A Permits the insured to select the Minimum Value Option for winter squash for which the actuarial table designates and rates for this option.
 - B The provisions of the option are continuous and will be attached to and made a part of the insurance policy if the insured elects the Minimum Value Option on the application if a new insured or on a new application or Risk Management Agency approved policy change form if a carryover insured. The appropriate form must be submitted on or before the sales closing date for the initial crop year the option is to be effective, and the insured must pay the additional premium indicated in the actuarial documents for this optional coverage.

Note: This option is not applicable to coverage under the Catastrophic Risk Protection Endorsement.
 - C The Minimum Value Option allows the total value of the harvested production to be determined as follows:
 - (1) For sold production, the dollar amount obtained by subtracting the allowable cost contained in the Special Provisions from the price received for each hundredweight of squash or pumpkins (this result may not be less than zero), and multiplying this result by the number of hundredweight of squash or pumpkins sold; and
 - (2) For marketable production that is not sold, the dollar amount obtained by multiplying the number of hundredweight of squash or pumpkins by the minimum value shown in the Special Provisions (harvested production that is damaged or defective due to insurable causes and is not marketable will

not be counted as production).

D The option may be canceled for any succeeding crop year by giving written notice on or before the cancellation date preceding the crop year for which the cancellation of the option is to be effective. (←NACAT)

3 Section 6, Par. J of FCIC 18010 **APH Provisions by Crop**

Acceptable Supporting Records.

A If farm management records are used to support production reports, they must be substantiated by records from a marketing outlet, processor, packer, first handler, etc. The unit of measure is hundredweight. Certified records may include a printout or receipt from each first handler of the crop for that crop year. A printout or receipt from a packing shed, processor, auction, marketing cooperative, jobber, commission merchant, sales broker, pick records [see CIH, Sec.10, Par. C (4) for acceptable pick records] or a warehouse receipt which shows total production and date of transaction is acceptable. Bin count, cartons, crates, bushels or pounds must be converted to the equivalent of hundredweights.

B Farm stored production records must show the gross weight of stored winter squash if an inspection is not made prior to winter squash being placed in storage. A copy of the weight slips and production measurements must be provided.

4 A Summary of Harvested Production or similar approved form may be used to summarize the average value and harvested production for the insured crop.

5 Procedure Comparison & Reference Guide:

| MPCI | Winter Squash | Procedure References |
|---------------------------------|--|--|
| Basic or Optional Units | Yes - Basic Units & Optional Units by Type if allowed by Special Provisions. | CIH - Sec. 4 D(3) - D(5), Exhibit 1, & Exhibit 2 |
| Summary of Harvested Production | Yes | FCIC 25700 - Sec. 8, Par. C |