

## **SUMMARY OF CHANGES FOR THE GROUP RISK INCOME PROTECTION PLAN OF INSURANCE, CORN CROP PROVISIONS (04-GRIP-CORN, Rev. 12-03) AND SOYBEAN CROP PROVISIONS (04-GRIP-SOYBEANS)**

The following is a brief description of significant changes to the Group Risk Plan of Insurance (GRIP), Corn Crop Provisions and Soybean Crop Provisions, effective for the 2004 crop year. Please refer to the Corn Crop Provisions and the Soybean Crop Provisions for more complete information.

### **Corn Crop Provisions (04-GRIP-Corn, Rev. 12-03)**

#### Section 1 - Definitions

- Add expected price discovery provisions for corn counties with a cancellation date prior to March 15 and designate as (a).
- Designate as (b) the expected price discovery provisions for corn counties with a cancellation date of March 15.
- Add harvest price discovery provisions for corn counties with a cancellation date prior to March 15 and designate as (a).
- Designate as (b) the harvest price discovery provisions for corn counties with a cancellation date of March 15.

#### Section 4 - Program Dates

- Revise the provisions by adding program dates for Texas counties with January 15, and February 15 cancellation dates.
- Modify the State and County provisions to read "All other Texas counties and all other states." Previously all states were listed by name.

### **Soybean Crop Provisions (04-GRIP-Soybeans)**

#### Section 4 - Program dates

- Modify the provisions by adding Wisconsin to the states with a March 15 cancellation date.



**UNITED STATES DEPARTMENT OF AGRICULTURE  
Federal Crop Insurance Corporation  
GROUP RISK INCOME PROTECTION  
CORN CROP PROVISIONS**

**1. Definitions.**

**Expected price -**

For GRIP corn counties with a cancellation date:

- (a) Prior to March 15, the simple average of the last five final daily settlement prices for the period ending January 14 of the harvest year for the harvest year's Chicago Board of Trade (CBOT) September corn futures contract. The expected price will be released on or before January 24 of the harvest year.
- (b) Of March 15, the simple average of the last five final daily settlement prices, in February, for the CBOT December corn futures contract for the current crop year. The expected price will be released on or before March 5<sup>th</sup> of the current crop year.

**Harvest -** Combining or picking corn for grain, or severing the stalk from the land and chopping the stalk and ear for the purpose of livestock feed.

**Harvest price -**

For GRIP corn counties with a cancellation date:

- (a) Prior to March 15, the simple average of the August harvest year's final daily settlement prices for the harvest year's CBOT September corn futures contract. The harvest price will be released on or before September 10 of the harvest year.
- (b) Of March 15, the simple average of the November harvest year's final daily settlement prices for the harvest year's CBOT December corn futures contract. The harvest price will be released on or before December 10 of the harvest year.

**NASS yield -** The yield calculated by dividing the National Agricultural Statistics Service (NASS) estimate of the corn for grain production in the county, by the NASS estimate of the acres of corn for grain in the county, as specified in the actuarial documents. The actuarial documents will specify whether harvested or planted acreage is used to calculate the yield that is used to establish the expected county yield and calculate revenues.

**Planted acreage -** Land in which the corn seed has been placed by a machine appropriate for the insured crop and planting method, at the correct depth, into a seedbed that has been properly prepared for the planting method and production practice. Broadcast and subsequent incorporation of the corn seed is not allowed.

**2. Crop Insured.**

- (a) The insured crop will be all field corn:
  - (1) Grown on insurable acreage in the county or counties listed in the accepted application;
  - (2) Properly planted and reported by the acreage reporting date;
  - (3) Planted with the intent to be harvested as

grain, silage, or green chop; and

- (4) Not planted into an established grass or legume or interplanted with another crop.

- (b) Hybrid seed corn, popcorn, and sweet corn, and other speciality corn may only be insured if a written agreement exists between you and us in accordance with section 8 of the Basic Provisions.

**3. Payment.**

- (a) A payment will be made only if the county revenue for the insured crop is less than your trigger revenue.
- (b) County revenues will be determined prior to April 16 following the crop year.
- (c) We will issue any payment to you prior to May 16 immediately following our determination of the county revenue.
- (d) The payment is equal to the payment calculation factor multiplied by your policy protection for each insured crop practice and type specified in the actuarial documents.
- (e) The payment will not be recalculated even though the NASS yield may be subsequently revised.

**4. Program Dates.**

STATE AND COUNTY	CANCELLATION AND TERMINATION DATES	CONTRACT CHANGE DATE
Val Verde, Edwards, Kerr, Kendall, Bexar, Wilson, Karnes, Goliad, Victoria, and Jackson Counties, Texas, and all Texas counties lying south thereof.	January 15	November 30
El Paso, Hudspeth, Culberson, Reeves, Loving, Winkler, Ector, Upton, Reagan, Sterling, Coke, Tom Green, Concho, McCulloch, San Saba, Mills, Hamilton, Bosque, Johnson, Tarrant, Wise, and Cooke Counties, Texas, and all Texas Counties lying south and east thereof to and including Terrell, Crockett, Sutton, Kimble, Gillespie, Blanco, Comal, Guadalupe, Gonzales, De Witt, Lavaca, Colorado, Wharton, and Matagorda Counties, Texas.	February 15	November 30
All other Texas counties and all other states.	March 15	November 30