

June 25, 2009

INFORMATIONAL MEMORANDUM: PM-09-029

Department of Agriculture

United States

Risk Management Agency

Beacon Facility – Mail Stop 0812 PO Box 419205 Kansas City, MO 64141-6205 TO: All Approved Insurance Providers All Risk Management Agency Field Offices All Other Interested Parties
FROM: Tim B. Witt /s/Tim B. Witt Deputy Administrator

SUBJECT: Enterprise Unit Amendment

The Risk Management Agency (RMA) has placed a new amendment (10-Enterprise Unit) on the RMA Web site at: <u>http://www.rma.usda.gov/policies/2010policy.html</u>, reflecting regulatory changes made in an Interim Rule published in the <u>Federal Register</u> effective June 15, 2009. The Enterprise Unit Amendment modifies the provisions of the Common Crop Insurance Policy Basic Provisions, Crop Revenue Coverage Insurance Policy Basic Provisions, and the Revenue Assurance Insurance Policy Basic Provisions. The Enterprise Unit Amendment is effective for the 2010 and succeeding crop years for all crops with a 2010 contract change date on or after June 30, 2009, and for the 2011 and succeeding crop years for all crops with a 2010 contract change date prior to June 30, 2009.

The revisions contained in the Enterprise Unit Amendment incorporate changes to the enterprise unit provisions that help protect the program from potential abuse that could occur as a result of the increased premium subsidies for enterprise and whole farm units provided by the Food, Conservation, and Energy Act of 2008 (2008 Farm Bill).

Insurance providers must notify policyholders of these changes at least 30 days prior to the applicable cancellation date.

DISPOSAL DATE:

This Informational Memorandum is for the purpose of transmitting/updating information and the disposal date is December 31, 2009.

