

United States Department of Agriculture January 18, 2011

TO:

FROM:

SUBJECT:

## **INFORMATIONAL MEMORANDUM: PM-11-001**

Farm and Foreign Agricultural Services

All Approved Insurance Providers

All Risk Management Agency Field Offices

All Other Interested Parties

Risk Management Agency

Tim B. Witt /s/Rodger M. Matthews Sr, for

Deputy Administrator

Beacon Facility Mail Stop 0813 PO Box 419205 Kansas City, MO 64141-6205

Notice of Intent to Research Feasibility Of Insurance

for Corn Stover, Other Crop Residues and Woody Biomass

## **BACKGROUND:**

The Federal Crop Insurance Act (7 U.S.C. 1522(c)(1)(C) requires that the Risk Management Agency (RMA) enter into contracts to carry out research and development. RMA is planning to pursue research and development into the feasibility of insuring advanced bio-fuels sources.

The Act (7 U.S.C. 1522(c)(2)(B)) also requires that RMA consult with groups representing producers of agricultural commodities that would be served by the policies that are the subject of researach and developments efforts. We are expending that scope to any parties interested in the subject efforts.

## **ACTION:**

RMA will soon solicit contracts for the feasibility of developing crop insurance products for corn stover, other crop residues and woody biomass, specifically poplar and willow trees. The agency is seeking any preparatory input from interested parties about the level of interest from the industry, availability of private insurance products, or any other relevant issues that should be considered when carrying out the feasibility and research for any potential program development.



Please address correspondence for the planned research and development by **February 14, 2011** to Quintrell Hollis, Product Design Branch at <u>Quintrell.Hollis@rma.usda.gov</u> or by mail to:

USDA/RMA/APDD Beacon Facility, Stop 0813 PO Box 419205 Kansas City, MO 64141-6205

## **DISPOSAL DATE:**

February 11, 2011.