



United States  
Department of  
Agriculture

Farm and Foreign  
Agricultural  
Services

Risk  
Management  
Agency

Beacon Facility –  
Mail Stop 0801  
P.O. Box 419205  
Kansas City, MO  
64141-6205

February 1, 2016

**INFORMATIONAL MEMORANDUM: PM-16-009**

**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:** 2016 Crop Year (CY) **Common Crop Insurance Policy** and **Area Risk Protection Insurance** Projected Prices and Volatility Factors

**Common Crop Insurance Policy & Area Risk Protection Insurance <sup>1</sup>**

The 2016 CY **projected prices** shown below are approved for the Yield Protection, Area Yield Protection, Revenue Protection, Area Revenue Protection, Revenue Protection with Harvest Price Exclusion and Area Revenue Protection - Harvest Price Exclusion plans of insurance. The 2016 CY **volatility factors** shown below are approved for the Revenue Protection, Area Revenue Protection, Revenue Protection with Harvest Price Exclusion and Area Revenue Protection - Harvest Price Exclusion plans of insurance. The projected prices and volatility factors apply to policies with a **February 15 sales closing date** and are applicable for the crops, types, practices and states indicated below:

<b>Crop/Type/Practice/State</b>	<b>Exchange</b>	<b>Contract</b>	<b>Projected Price</b>	<b>Volatility Factor</b>
<b>Corn</b> Texas	CBOT	December Corn	\$3.85/bu.	0.18
<b>Corn – Organic Practice</b> Texas	CBOT	December Corn	\$8.40/bu.	0.18
<b>Grain Sorghum</b> Texas	CBOT	December Corn	\$3.72/bu.	0.18
<b>Grain Sorghum – Organic Practice</b> Texas	CBOT	December Corn	\$5.67/bu.	0.18

<sup>1</sup> *Projected Prices and Volatility Factors are applicable for the Supplemental Coverage Option (SCO).*

***Continued...***

2016 Crop Year (CY) **Common Crop Insurance Policy** and **Area Risk Protection Insurance**  
 Projected Prices and Volatility Factors

*...Continued*

**Common Crop Insurance Policy & Area Risk Protection Insurance**<sup>1</sup>

<b>Crop/Type/Practice/State</b>	<b>Exchange</b>	<b>Contract</b>	<b>Projected Price</b>	<b>Volatility Factor</b>
<b>Rice – Long Grain Type &amp; No Type Specified</b> Florida	CBOT	November Rice	\$0.121/lb.	0.14
<b>Rice – Medium &amp; Short Grain Types</b> Florida	CBOT	November Rice	\$0.138/lb.	0.14
<b>Rice – Long Grain Type &amp; No Type Specified; Organic Practice</b> Florida	CBOT	November Rice	\$0.162/lb.	0.14
<b>Rice – Medium &amp; Short Grain Types; Organic Practice</b> Florida	CBOT	November Rice	\$0.185/lb.	0.14

<sup>1</sup> *Projected Prices and Volatility Factors are applicable for the Supplemental Coverage Option (SCO).*

**DISPOSAL DATE**

December 31, 2016