

United States Department of Agriculture September 29, 2006

INFORMATIONAL MEMORANDUM: PM-06-041

Risk Management Agency

6501 Beacon Drive Kansas City, MO 64133-4676 TO: All Reinsured Companies

All Risk Management Agency Field Offices

All Other Interested Parties

FROM: Tim B. Witt /s/Tim B. Witt

Deputy Administrator

SUBJECT: Addendum to the 2006 and 2007 Crop Year (CY) Actuarial Documents

(Special Provisions) – 2006 CY (**Crop Revenue Coverage (CRC)**)
Harvest Price for Cotton; 2006 CY (**Revenue Assurance (RA)**) Fall
Harvest Prices for Canola and Sunflowers; 2006 CY (**Group Risk Income Protection (GRIP)**) Harvest Price for Cotton; and 2007 CY

(Group Risk Income Protection (GRIP)) Expected Prices and Volatility

Factors for Wheat.

CROP REVENUE COVERAGE

The following 2006 CY CRC **harvest price** has been approved for Cotton in counties with a January 31 cancellation date.

Crop Harvest Price \$0.51/lb

REVENUE ASSURANCE

The following 2006 CY RA **fall harvest prices** have been approved for Canola and Sunflowers.

CropFall Harvest PriceCanola\$0.121/lbSunflowers\$0.112/lb



Addendum to the 2006 and 2007 Crop Year (CY) Actuarial Documents (Special Provisions) – 2006 CY (**Crop Revenue Coverage** (**CRC**)) Harvest Price for Cotton; 2006 CY (**Revenue Assurance** (**RA**)) Fall Harvest Prices for Canola and Sunflowers; 2006 CY (**Group Risk Income Protection** (**GRIP**)) Harvest Price for Cotton; and 2007 CY (**Group Risk Income Protection** (**GRIP**)) Expected Prices and Volatility Factors for Wheat.

GROUP RISK INCOME PROTECTION

The following 2006 CY GRIP **harvest price** has been approved for Cotton in counties with a January 31 cancellation date.

<u>Crop</u>	Harvest Price
Cotton	\$0.51/lb

The following **expected prices** and **price volatility factors** are approved for 2007 CY GRIP Winter Wheat in States whose expected price is determined by the exchange and contract shown and is based on the average of the daily settlement prices for September, as defined by the GRIP Wheat Commodity Exchange Endorsement (06-GRIP-WHEAT-CEE).

<u>Crop</u> Winter Wheat	Exchange CBOT	<u>Contract</u> September	Expected Price \$4.53	Volatility Factor 0.22
Winter Wheat (For Nebraska and	KCBOT South Dakota)	September	\$4.67	0.19
Winter Wheat (For Montana and V	KCBOT Wyoming)	September	\$4.67	0.20

DISPOSAL DATE

This Informational Memorandum is for the purpose of transmitting information and the expiration date is December 31, 2006.