

## Springfield Regional Office - Springfield, IL

August 2013

# Winter Barley

## Illinois, Indiana, Ohio

### What crop is insurable?

You can insure barley:

- Grown in the county on insurable acreage;
- For which premium rates are provided;
- In which you have a share; and
- Planted for harvest as grain.

### When am I protected by insurance?

Coverage begins on the later of:

- Date your application is accepted; or
- Date you plant the barley.

Coverage ends with the earliest occurrence of one of the following conditions:

- 1) Total destruction of the crop;
- 2) Harvest;
- 3) Final adjustment of a loss;
- 4) Abandonment of the crop; or
- 5) October 31.

### Causes of Loss

- Adverse weather conditions
- Failure of irrigation water supply
- Fire
- Insects and plant diseases, unless you have insufficiently or improperly applied pest or disease control measures
- Wildlife

### Important Dates

|                     |                  |
|---------------------|------------------|
| Sales Closing.....  | September 30     |
| Cancellation.....   | September 30     |
| Final Planting..... | Varies by county |
| Acreage Report..... | November 15      |

### What am I required to report?

You must report all of your barley acreage, production and any losses, when evident, to your insurance agent.

### How much of my premium is subsidized?

Crop insurance premiums are subsidized as shown in the following table. For example, if you choose the 75-percent coverage level, the premium subsidy is 55 percent and your premium share is 45 percent of the base premium.

| Item            | Percent |    |    |    |    |    |
|-----------------|---------|----|----|----|----|----|
| Coverage Level  | 50      | 55 | 60 | 65 | 70 | 75 |
| Premium Subsidy | 67      | 64 | 64 | 59 | 59 | 55 |
| Your Share      | 33      | 36 | 36 | 41 | 41 | 45 |

### What are my coverage options?

**Yield Protection** - Only protects against a production loss. Your guarantee is determined by multiplying your production guarantee (per acre) by the projected price. The harvest price is not used.

**Revenue Protection** - Protects against revenue loss due to a production loss, change in price, or a combination of both. Your guarantee is determined by multiplying your production guarantee (per acre) by the greater of the projected price or the harvest price.

**Revenue Protection with Harvest Price Exclusion** - Protects against revenue loss due to a production loss, price decline, or a combination of both. Your guarantee is determined by multiplying your production guarantee (per acre) by the projected price.

**Catastrophic Risk Protection Coverage (CAT)** - Pays 50 percent of your average yield and 55 percent of the projected price. You pay a \$300 administrative fee per crop per county, regardless of acreage.

### What are projected and harvest prices?

**Projected Price** - Based on the Chicago Board of Trade average daily settlement price of the July Futures Contract from August 15 to September 14.

**Harvest Price** - Based on the Chicago Board of Trade average daily settlement price from June 1 to

June 30 for July Futures Contracts. A harvest price protects you when fall prices are above the projected price. If you choose revenue protection with harvest price exclusion, you will not use the harvest price to calculate your guarantee.

### How can I insure my acreage?

**Basic Unit** - Includes all of your insurable barley acreage in the county by share arrangement.

Premiums are reduced 10 percent for a basic unit.

**Optional Unit** - If a basic unit consists of two or more sections of land, and you meet recordkeeping requirements, you may apply for optional units by section. The 10-percent premium discount will not apply.

**Enterprise Unit** - Combines all of your insurable barley acreage in the county. Premium discounts apply.

**Whole Farm Unit** - All of the insured crops in the county that are covered by your insurance plan. Premium discounts apply.

### What if I am unable to plant or need to replant?

**Late Planting Period** - If you choose to plant after the final planting date, the insurance guarantee is reduced by one percent for each day after the final planting date. After 5 days, the guarantee is 60 percent.

**Prevented Planting** - You may receive a prevented planting payment if you are unable to plant on or before the final planting date because of an insurable cause.

**Replant Payment** - Replant payments are not available for winter barley.

### Loss Example

Assume 75-percent coverage level on a Revenue Protection with Harvest Price Exclusion plan and an average yield of 54 bushels per acre with 100-percent share. The projected price is \$6.99 and the harvest price is \$7.35.

|          |                              |
|----------|------------------------------|
| 54       | Average yield                |
| x .75    | Coverage level               |
| 41       | Bushels per acre guarantee   |
| x 100    | Acres                        |
| 4,100    | Bushels unit guarantee       |
| x \$6.99 | Projected price              |
| \$28,659 | Revenue protection guarantee |

|          |                            |
|----------|----------------------------|
| 3,000    | Actual bushels harvested   |
| x \$7.35 | Harvest price              |
| \$22,050 | Value of bushels harvested |

|            |                              |
|------------|------------------------------|
| \$28,659   | Revenue protection guarantee |
| - \$22,050 | Value of bushels harvested   |
| \$6,609    | Unit indemnity               |
| x 1.0      | Share                        |
| \$6,609    | <b>Final Indemnity</b>       |

### Where can I get a policy?

You can buy a crop insurance policy from approved participating insurance agents. You can get a list of agents at any USDA service center or on the RMA web site: [www3.rma.usda.gov/apps/agents/](http://www3.rma.usda.gov/apps/agents/).

### Contact Us

USDA/Risk Management Agency  
Springfield Regional Office  
3500 Wabash Avenue  
Springfield, IL 62711-8287  
Telephone: (217) 241-6600  
Fax: (217) 241-6618  
E-mail: [rsoil@rma.usda.gov](mailto:rsoil@rma.usda.gov)

### Download Copies from the Web

Visit our online publications/fact sheets page at: [www.rma.usda.gov/aboutrma/fields/il\\_rso/](http://www.rma.usda.gov/aboutrma/fields/il_rso/)

The U.S. Department of Agriculture (USDA) prohibits discrimination in all its programs and activities on the basis of race, color, national origin, age, disability, and where applicable, sex, marital status, familial status, parental status, religion, sexual orientation, genetic information, political beliefs, reprisal, or because all or a part of an individual's income is derived from any public assistance program. (Not all prohibited bases apply to all programs.) Persons with disabilities who require alternative means for communication of program information (Braille, large print, audiotape, etc.) should contact USDA's TARGET Center at 202-720-2600 (voice and TDD).

To file a complaint of discrimination, complete, sign and mail a program discrimination complaint form, (available at any USDA office location or online at [www.ascr.usda.gov](http://www.ascr.usda.gov)), to: United States Department of Agriculture, Office of the Assistant Secretary for Civil Rights; 1400 Independence Ave., SW; Washington, DC 20250-9410. Or call toll free at (866) 632-9992 (voice) to obtain additional information, the appropriate office or to request documents. Individuals who are deaf, hard of hearing, or have speech disabilities may contact USDA through the Federal Relay service at (800) 877-8339 or (800) 845-6136.