

2012 IOWA ACTUARIAL UPDATE

11/30 FILING

11/30 IA Crops: Combo Barley, Combo/GRP/GRIP Corn, APH Dry Beans, Dollar Forage Seeding, Combo Grain Sorghum, APH Green Peas, YBD Hybrid Seed Corn, APH Oats, Popcorn, APH Potatoes, Combo/GRP/GRIP Soybeans, APH Sweet Corn

COUNTY CROP EXPANSION: None

COUNTY CROP DELETIONS:

- BARLEY program deleted from Buchanan, Jackson, O'Brien, and Sioux counties.
- DRY BEANS program deleted from Benton and Kossuth counties.
- HYBRID CORN SEED program deleted from Cherokee, Mills, and Montgomery counties.

DATES:

- Premium billing date changed to 8/15 for all 11/30 filed crops.
- Acreage reporting date changed to 7/15 for all 11/30 filed crops.

RATES:

- Rate review completed for CORN, HYBRID CORN SEED, OATS, SOYBEANS, and SWEET CORN.

STATEMENTS:

- CORN:
 - Statement on Rates tab in AIB explains that whole farm unit discounts will be calculated based on the insurance offer details.
 - Statement added to Rates tab in AIB explaining acres used to determine enterprise unit discount are planted acres only (not PP acres).
 - New breaking statement added to SPOIs explaining when written agreements may not be necessary.
 - SPOI statement added explaining Trend-Adjusted APH Option.
 - Statement added to bottom of Rates tab in AIB explaining Trend Adjustment applies to only the insurance offers for which a TA factor is provided in the actuarial documents.
- POPCORN:
 - Statement added to the Special Provisions in Benton and Black Hawk counties stating white popcorn varieties are uninsurable except by written agreement.
 - SPOI statement added that explains how the projected price of Plan 01 (Yield Protection) popcorn will be established.
- SOYBEANS:
 - Statement on Rates tab in AIB explains that whole farm unit discounts will be calculated based on the insurance offer details.
 - Statement added to Rates tab in AIB explaining acres used to determine enterprise unit discount are planted acres only (not PP acres).
 - New breaking statement added to SPOIs explaining when written agreements may not be necessary.
 - Statement added to Special Provisions allowing contracted specialty soybeans to be insurable under a revenue plan of insurance. Other changes in the specialty soybean statements have also been made, including changing the specialty type definitions for several types.
 - SPOI statement added explaining the Trend-Adjusted APH Option.
 - Statement added to bottom of Rates tab in AIB explaining Trend Adjustment applies to only the insurance offers for which a TA factor is provided in the actuarial documents.

TYPES/PRACTICES:

- SOYBEANS:
 - Specialty type soybeans have changes to type definitions. In addition, Type 091 "Commodity" has replaced Type 095 "All Others", and Type 128 "All Other Food Grades" has been added.

T-YIELDS:

- T-Yield review completed for CORN, OATS, SOYBEANS, and SWEET CORN.

MAPS:

- West Pottawattamie County map has additional land in the AAA area and the high-risk land along the Missouri River is now identified as a BBB area.
- The add-on rates for all crops identified with the high-risk map in West Pottawattamie County have been updated.
- Minor boundary line changes to maps in these counties: 019, 023, 031, 043, 045, 049, 057, 061, 067, 069, 071, 085, 087, 095, 097, 099, 101, 103, 105, 156, and 193. Changes are mostly due to ensuring boundary lines do not split a CLU.

OTHER:

- The quality statements and discount factors have been changed for crops with quality adjustment shown on the SPOIs.
- CORN and SOYBEANS: Unit discount factors for basic and enterprise units are now shown under the Rates tab of the AIB for each acreage range.
- Prevented planting statements added to the SPOIs for all crops with PP coverage available.
- Statement added to SPOIs for crops eligible for a new breaking written agreement that changes the deadline date for those requests to be the sales closing date.
- HYBRID CORN SEED County Yields have been updated.
- POPCORN now has Plans 01, 02, and 03 rather than Plan 90. New revenue coverage popcorn (pilot) crop provisions address the revenue plans only.
- Statement added to SPOIs in seven western Iowa counties along the Missouri River stating land affected by breaches of levees will be charged the highest high-risk rate in the county unless levees are repaired and land restored by the Earliest Planting Date. The seven counties are: Fremont, Harrison, Mills, Monona, Plymouth, West Pottawattamie, and Woodbury.
- Trend-Adjusted APH Yield Option is available for corn and soybeans. Allows insureds to have their APH yield adjusted based on the county's historical yield trend. A trend factor is published in the Rates tab of the county's AIB.
- Biotechnology Endorsement (BE) pilot for corn will not be in effect for 2012.
- Statement added to Special Provisions of all crops regarding when interest will begin to accrue on unpaid premium and administrative fees. This statement is needed due to the changes in the premium billing date.
- GRAIN SORGHUM enterprise unit discount factors have changed.

NOTE: *This is not an official document.*

December 5, 2011