



United States Department of Agriculture  
Risk Management Agency

December 2010

## 2011 COMMODITY INSURANCE FACT SHEET

# Corn

Idaho, Oregon, Washington

### Crop Insured

The crop insured will be all the field corn planted for harvest as grain or silage type(s) insurable in your county. Contact your insurance agent for specific details.

### Counties Available

**Idaho:** Ada, Bannock, Bingham, Canyon, Cassia, Elmore, Franklin, Gem, Gooding, Jefferson, Jerome, Lincoln, Madison, Minidoka, Owyhee, Payette, Power, Twin Falls, and Washington counties.

**Oregon:** Baker, Benton, Clackamas, Columbia, Coos, Douglas, Jackson, Josephine, Lane, Linn, Malheur, Marion, Morrow, Multnomah, Polk, Umatilla, Washington and Yamhill counties.

**Washington:** Adams, Benton, Clark, Clallam, Cowlitz, Ferry, Franklin, Grant, Grays Harbor, Island, Jefferson, King, Kitsap, Kittitas, Klickitat, Lewis, Lincoln, Okanogan, Pierce, Skagit, Snohomish, Stevens, Thurston, Wahkiakum, Walla Walla, Whatcom and Yakima counties.

### Yield and Revenue Insurance

One policy provides the choice of three plans:

**Yield Protection:** Insurance coverage only providing protection against a production loss.

**Revenue Protection:** Insurance coverage providing protection against loss of revenue due to a production loss, price decline or increase or a combination of both.

**Revenue Protection with Harvest Price Exclusion:** Insurance coverage providing protection only against loss of revenue due to a production loss, price decline or a combination of both.

### Projected and Harvest Price

#### Commodity Exchange Price Provisions (CEPP)

Contains information necessary to derive the **projected price** and the **harvest price** for the insured crop as applicable. Information includes the price discovery period, release dates, board of trade's

utilized, and additional pricing information.

Available at agent's office and at the RMA Web site:

<http://www.rma.usda.gov>.

The **Projected Price** is used to calculate the premium, replant payment and any prevented planting payment.

The **Harvest Price** will be used to value production to count under the Revenue Protection Plan and the Revenue Protection with Harvest Price Exclusion plans of insurance.

### Production Guarantees

**Yield Protection guarantee:** determined by multiplying the production guarantee by the projected price. The harvest price is not used.

**Revenue Protection guarantee:** determined by multiplying the production guarantee (per acre) by the greater of the projected price or the harvest price.

**Revenue Protection with Harvest Price Exclusion guarantee:** determined by multiplying production guarantee (per acre) by the projected price.

### Important Dates

Sales Closing ..... March 15  
Final Planting Date ..... See County Actuarial  
Acreage Report Date ..... June 30  
Cancellation & Termination Date ..... March 15

### Insurance Period

Insurance attaches at the time of planting and ends the earliest of: **1)** total destruction of the crop; **2)** combining, or picking corn for grain or severing the stalk from the land and chopping for the purpose of livestock feed; **3)** final adjustment of a loss; or **4) September 30** for corn insured as silage in all Idaho, Oregon and Clark, Cowlitz, Island, Lewis, Skagit, Wahkiakum and Whatcom counties, Washington; **October 31** for corn insured as grain in Grays Harbor, Jefferson, King, Kitsap, Pierce, Snohomish, Thurston counties, Washington; **December 10** for corn insured as grain in all other Idaho, Oregon and Washington counties.

## Causes of Loss

Insured perils include: adverse weather conditions, fire, insects (but not damage due to insufficient or improper application of pest control measures), plant disease (but not damage allowed because of insufficient or improper application of disease control measures), wildlife, earthquake, volcanic eruption failure of the irrigation water supply due to an insured cause of loss, or when revenue protection is in effect, a decline in the harvest price below the projected price.

## Guarantee Choices and Premium Subsidy

Choice of **50 to 75 percent** of the approved average yield (5-percent increments).

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

For example, at 75 percent coverage level, the farmer paid premium would be 45 percent of the total premium. Catastrophic (CAT) coverage is fixed at 50 percent of the average yield and 55 percent of the projected price.

## Reporting Requirements

**Acreage Report:** You must report to your insurance company all acreage of the insured crop in the county in which you have a share, the type and practice, and your share at the time of planting.

## Additional Coverages and Options

Policy provisions offer additional coverage options:

### Insurance Units

### Late and Prevented Planting

### Replant Payments

Please consult your crop insurance agent for details.

## Administrative Fees

**Catastrophic (CAT) Coverage:** \$300 per crop per county. **Additional Coverage:** \$30 per crop per county. Waivers of administrative fees for **all** coverage levels (CAT and additional) are available for limited resource farmers.

## Loss Example—Corn

Example assumes 100-percent share, 70-percent coverage level and a 100-percent price of \$3.30 and an average yield of 150 bushels per acre.

150	Bushel per acre (APH)
<u>x .70</u>	Coverage level
105	Bushel per acre guarantee
<u>x 100</u>	Acres
10,500	Bushel unit guarantee
<u>-5,500</u>	Bushel production
5,000	Bushel loss
<u>x \$3.30</u>	Price
<b>\$16,500</b>	<b>Indemnity</b>

## Where to Purchase

All multi-peril crop insurance, including CAT coverage insurance policies, are available from private insurance agents. A list of crop insurance agents is available on the RMA Web site:

<http://www3.rma.usda.gov/tools/agents/>

## Regional Contact for RMA USDA/Risk Management Agency Spokane Regional Office

11707 E Sprague Ave #201

Spokane Valley, WA 99206

Telephone 509-228-6320 - Fax-509 228-6321

E-mail: [rsowa@rma.usda.gov](mailto:rsowa@rma.usda.gov)

## Download Copies from the Web

Visit our online publications/fact sheets page at:  
[http://www.rma.usda.gov/aboutrma/fields/wa\\_rso/](http://www.rma.usda.gov/aboutrma/fields/wa_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 write to: USDA, Director, Office of Civil Rights, 1400 Independence Avenue, S.W., Washington, D.C. 20250-9410 or call (800) 795-3272 (voice) or (202) 720-6382 (TDD). USDA is an equal opportunity provider and employer.