United States Department of Agriculture



Federal Crop Insurance Corporation



Product Development Division

FCIC-25320 (05-1999) FCIC-25320-1 (08-1999) FCIC-25320-2 (01-2001)

# PEANUT LOSS ADJUSTMENT STANDARDS

**HANDBOOK** 

2001 and Succeeding Crop Years

# UNITED STATES DEPARTMENT OF AGRICULTURE WASHINGTON, D.C. 20250

FEDERAL CROP INSURANCE HANDBOOK	NUMBER: 25320 (05-1999) 25320-1 (08-1999) 25320-2 (01-2001)				
SUBJECT:	DATE: January 5, 2001				
PEANUT	OPI: Product Development Division				
LOSS ADJUSTMENT STANDARDS HANDBOOK 2001 AND SUCCEEDING CROP YEARS	APPROVED: \S:\ Tim B. Witt				
	Deputy Administrator, Research and Development				

THIS HANDBOOK CONTAINS THE OFFICIAL FCIC-APPROVED LOSS ADJUSTMENT STANDARDS FOR THIS CROP FOR THE 2001 AND SUCCEEDING CROP YEARS. IN THE ABSENCE OF INDUSTRY-DEVELOPED, FCIC-APPROVED PROCEDURE FOR THIS CROP FOR 2001 AND SUCCEEDING CROP YEARS, ALL REINSURED COMPANIES WILL UTILIZE THESE STANDARDS FOR BOTH LOSS ADJUSTMENT AND LOSS TRAINING.

#### SUMMARY OF CHANGES/CONTROL CHART

Major Changes: See changes or additions in text which have been redlined. Three stars (\*\*\*) identify information that has been removed. Typographical errors and minor corrections are not listed.

# Changes for January 2001 Issuance (FCIC-25320-2)

#### Revises:

- Section 3B(3) to state: "Hail and Fire Exclusion provisions (also not applicable if additional coverage is less than 65/100 or comparable coverage)."
- 2 Section 3D(2) and section 9B, Section II General Information, items (7)(a) and (b) by removing the word "Limited."
- 3 Section 5B(4) to state: "Take not less than the minimum number (count) of representative samples required in Table A."
- 4 Item 18 of the T-P-C Production Worksheet example to state "Incomplete" as required in item 18b of the Production Worksheet instructions.

#### Adds:

Instructions to Section 8B, Part II, item 20 of the Stand Reduction Method Computations to enter the actual % Stand Remaining in % Potential Production Remaining (item 20) if the % Stand Remaining (item 19) is 2.4% or less.

# PEANUT LOSS ADJUSTMENT STANDARDS HANDBOOK

# **SUMMARY OF CHANGES/CONTROL CHART (Continued)**

- 2 "Gleaned Acreage" procedure to items "H" and "I" of the T-P-C Production Worksheet and item "w" of the Narrative instructions.
- 3 "T-P-C" before Production Worksheet where needed.
- The word "peanuts" to the second sentence of the Narrative information of the T-P-C Production Worksheet example.

Control Chart for: Peanut Loss Adjustment Standards Handbook											
	SC Page(s)	TC Page(s)	Text Page(s)	Date	Directive No.						
Remove	1-2		3-6 13-14 25-26 29-32 37-38		08-1999 05-1999 05-1999 05-1999 08-1999	FCIC-25320-1 FCIC-25320 FCIC-25320 FCIC-25320-1 FCIC-25320-1					
Insert	1-2		3-6 13-14 25-26 29-32 37-38		01-2001 01-2001 01-2001 01-2001 01-2001	FCIC-25320-2 FCIC-25020-2 FCIC-25020-2 FCIC-25020-2 FCIC-25020-2					
Current Index	1-2	1-2	1-2 3-6 7-12 13-14 15-16 17-18 19-22 23-24 25-26 27-28 29-32 33-34 35-36 37-38 39-40	41-45	01-2001 05-1999 01-2001 05-1999 01-2001 05-1999 08-1999 01-2001 05-1999 01-2001 08-1999 05-1999 01-2001 08-1999	FCIC-25320-2 FCIC-25320 FCIC-25320-2 FCIC-25320-2 FCIC-25320-1 FCIC-25320-1 FCIC-25320-1 FCIC-25320-2 FCIC-25320-2 FCIC-25320-2 FCIC-25320-1 FCIC-25320-1 FCIC-25320-1 FCIC-25320-2 FCIC-25320-2 FCIC-25320-2 FCIC-25320-2 FCIC-25320-2					

# B. PROVISIONS NOT APPLICABLE TO CAT COVERAGE

- (1) Optional Units.
- (2) Written Agreements.
- (3) Hail and Fire Exclusion provisions (also not applicable if additional coverage is less than 65/100 or comparable coverage).
- (4) High Risk Land Exclusion.
- (5) Replanting Payments.

# C. UNIT DIVISION

See the insurance contract for unit provisions. **NOTE**: Unless limited by the Crop or Special Provisions, a basic unit, as defined in the Basic Provisions, may be divided into optional units if, for each optional unit, all conditions stated in the applicable provisions are met.

# D. LIMITATION ON MULTIPLE BENEFITS FOR THE SAME LOSS

In accordance with the Federal Crop Insurance Act (Public Law 104-127, dated April 4, 1996) the following procedure applies in the event of a crop loss.

- (1) Insureds with the CAT level of coverage **must elect to either receive**:
  - (a) the indemnity under the Peanut Crop Provisions; or
  - (b) if applicable, benefits from the CCC Quota Loan Pool, **but not both**.

**NOTE**: If the insured elects to receive an indemnity and then later determines that the benefits from the CCC Quota Loan Pool would have been greater, the insured may refund the total amount of the indemnity to the insurance provider and receive the CCC Quota Loan Pool benefits. If other USDA benefits for the same crop loss are NOT available until after the producer filed a claim for indemnity, the insured may refund the total amount of the indemnity to the insurance provider and receive another USDA benefit.

\*\*\* (2) Insureds with an ADDITIONAL level of coverage may receive an indemnity and benefits under any other USDA program for the same loss, e.g., the CCC Quota Loan Pool. However, the total amount received from all sources may not exceed the amount of the actual loss sustained by the insured. FSA will determine and pay the additional amount due to the insured, after first considering the amount of any crop insurance indemnity.

**NOTE**: The above procedure applies unless specifically limited by the crop insurance contract or by law. AMTA payments, farm ownership, operating loans, and emergency loans under subtitle C of the Consolidated Farm and Rural Development Act (7 U.S.C. 1961 et seq.) may be obtained from the USDA in addition to insurance indemnities.

# 4. REPLANTING PAYMENT PROCEDURES

# A. GENERAL INFORMATION

- (1) Replanting payments made on acreage replanted by a practice that was uninsurable as an original planting will require the deduction of the replanting payment for such acreage from the original unit liability. If the unit dollar loss (final claim) is less than the original unit liability minus such replant payment, the actual indemnity dollar amount will not be affected by the replanting payment. The premium will not be reduced.
- (2) No replanting payment will be made on acreage on which a prior replanting payment has been made during the current crop year.

**NOTE**: See section 9B, Item G, Type/Class/Variety for procedure regarding replanting acreage to a different type than the type initially planted and reported.

# B. QUALIFICATIONS FOR REPLANTING PAYMENT

To qualify for replanting payment, the:

- (1) insured crop must have been damaged by an insurable cause;
- (2) insurance provider determines that it is practical to replant;
- (3) acres must not have been planted prior to the "Initial Planting" date established by the Special Provisions if there is one;
- (4) appraisal (or appraisal plus any appraisals for uninsured causes of loss) must be less than 90 percent of the production guarantee for the acreage;
- (5) acreage replanted must be AT LEAST the lesser of 20 acres or 20 percent of the insured **planted** acreage for the unit (as determined on the final planting date or within the late planting period if a late planting period is applicable); and
  - **NOTE**: Any acreage planted after the end of the late planting period will not be included when determining if the 20 acres or 20 percent qualification is met. See the LAM.
- (6) insurance provider must have given consent to replant.

**NOTE:** In the narrative of the claim form or on an attachment, show the appraisal and calculations to document that qualifications for a replant payment have been met.

# C. MAXIMUM REPLANTING PAYMENT

The maximum amount of the replanting payment per acre will be the LESSER OF:

- the actual cost of replanting per acre multiplied by the number of acres replanted and (1) multiplied by the insured's share;
- eighty dollars (\$80.00) per acre multiplied by the number of acres replanted, multiplied by (2) the insured's share; or
- twenty percent (20%) of the production guarantee per acre multiplied by the insured's quota price election, multiplied by the number of acres replanted, multiplied by the insured's share.

# **EXAMPLE 1**

Owner/operator (100 percent share)

30 acres replanted.

Insured's actual cost to replant = \$79.00

Price election \$ .34

20% of prod. guar. 2000 lbs. = 400 lbs. X .34 price election = \$136.00

\$80.00 (maximum \$ amt. allowed in policy)

The lesser of \$79.00, \$80.00 and \$136.00 is \$79.00

Enter \$79.00 in Section I, "Adjusted Potential" column of the claim form.

#### **EXAMPLE 2**

Landlord/tenant on 50/50 share

30 acres replanted

Insured's actual cost to replant \$85.00

Price election = \$ .34

20% of the prod. guar. 1625 lbs. = 325 lbs. X .34 price election = \$110.50 X .500 share = \$55.25 80.00 (maximum \$ amt. allowed in policy) X .500 share = \$40.00

The lesser of \$85.00, \$55.25, and \$40.00 is \$40.00

**NOTE**: Enter \$40.00 in Section I, "Adjusted Potential" column of the claim form if share has been applied or \$80.00 if share has yet to be applied. (Follow individual insurance provider guidelines). Indicate in the narrative if adjusted potential has/has not been reduced for share on claim form according to individual company guidelines.

#### D. REPLANTING PAYMENT INSPECTIONS

Replanting payment inspections are to be prepared as final inspections on the claim form only when qualifying for a replanting payment. Non-qualifying replanting payment inspections (unless the claim is withdrawn by the insured) are to be handled as preliminary inspections. If qualified for a replanting payment, a Certification Form may be prepared on the initial farm visit. See the LAM.

# A. GENERAL INSTRUCTIONS

Potential production will be appraised in accordance with procedure specified in this handbook and the LAM.

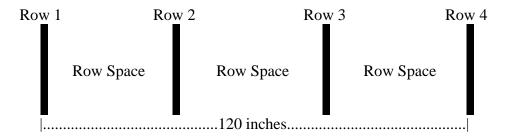
# **B.** SELECTING REPRESENTATIVE SAMPLES FOR APPRAISALS

- (1) Determine the number of required samples for a field or subfield by the field size, the average stage of growth, general capability of the plants to recover, variability of potential production, and plant damage within the field or subfield.
- (2) Split the field into subfields when:
  - (a) variable damage causes the crop potential to appear to be significantly different within the same field; or
  - (b) the insured wishes to destroy a portion of a field.
- (3) Appraise each subfield separately.
- (4) Take not less than the minimum number (count) of representative samples required in **TABLE A**.

# C. MEASURING ROW WIDTH FOR SAMPLE SELECTION

Use these instruction when the selection of the representative sample is based on row width.

- (1) Use a measuring tape marked in inches, or convert a tape marked in tenths, to inches, to measure row width (see the LAM for conversion table).
- (2) Measure across THREE OR MORE row spaces, from the center of the first row to the center of the fourth row (or as many rows as needed). Divide the result by the number of row spaces measured across, to determine an average row width in whole inches. **EXAMPLE**:



120 inches  $\div$  3 row spaces = 40 inch average row width

- 1. **Insured's Name**: Name of the insured that identifies EXACTLY the person (legal entity) to whom the policy is issued.
- 2. **Policy Number**. Insured's assigned policy number.
- 3. **Unit No.**: Five-digit unit number from the Summary of Coverage after it is verified to be correct (e.g., 00100).
- 4. **Crop Year**: Crop year, as defined in the policy, for which the claim has been filed.
- 5. **Field ID**: Field identification symbol.
- 6. **Farm Serial No.**: FSA Farm Serial Number. If more than one Farm Serial Number comprises the unit, enter "See Remarks," and record the numbers in the Remarks section.
- 7. **Stage of Growth**: Enter "Before Podding" or "After Podding" to identify the stage of growth for the appraisal method.
- 8. **Acres**: Number of acres, to tenths, in the field or sub-field being appraised.
- 9. **Type**: Type of peanuts appraised, entered as a 3-digit code number exactly as specified on the actuarial documents.

# STAND REDUCTION METHOD - "BEFORE PODDING"

# PART I - SAMPLE DETERMINATIONS - STAND REDUCTION METHOD

- 10. **Number of Rows**: Number of rows selected for the representative sample.
- 11. **Length of Each Row**: Length (in feet, to tenths) of each representative sample row recorded in **Number of Rows** (item 10).
- 12. **Combined Length of Skips**: Record the **Combined Length of Skips** (in 100 feet of row) in feet, to tenths of **all** skips for each representative sample.
- 13. **Number of Skips**: Total number of skips to count in each representative sample.
- 14. MAKE NO ENTRY.
- 15. **Total**: Add the **Combined Length of Skips** (in feet, to tenths) for **all** representative samples. Transfer results to **Total Combined Length of Skips** (item 16) of Part II Stand Reduction Method Computations.

#### PART II - STAND REDUCTION METHOD COMPUTATIONS

16. **Total Combined Length of Skips**: Result of transferring **Total** for **Combined Length of Skips** (item 15) of Part I - Sample Determinations - Stand Reduction Method.

- 17. **Number of Samples**: Total number of representative samples taken.
- 18. **Average Skip Length**: Divide **Total Combined Length of Skips** (item 16) by **Number of Samples** (item 17), rounded to the nearest tenth.
- 19. **% Stand Remaining**: Result of subtracting **Average Skip Length** (item 18) from **100** (representative sample length).
- 20. **% Potential Production Remaining**: Round **% Stand Remaining** (item 19) to the nearest 5%. Locate the resulting **% Stand Remaining** in the top row of the Stand Reduction Chart of Part II of the appraisal worksheet. Select the **% Potential Production Remaining** (figure immediately below rounded % Stand Remaining figure). Record the result as a two-place decimal fraction.

**EXAMPLE**: 12% Stand Remaining rounded to nearest 5% = 10%. Figure immediately below 10% is 15% Potential Production Remaining. Record as .15.

**EXCEPTION**: If the % Stand Remaining (item 19) is 2.4% or less, enter the actual % Stand Remaining in % Potential Production Remaining (item 20).

- 21. **100% Yield Per Acre**: Record either the insured's 100% Production Guarantee from the actuarial documents or the Approved APH Yield from the APH form, if applicable.
- 22. **Pounds Per Acre**: Multiply the **100% Yield Per Acre** (item 21) by **% Potential Production Remaining** (item 20), rounded to the nearest whole pounds.

#### PART III - PLANT AND POD COUNT COMPUTATIONS

- 23.-35. MAKE NO ENTRY.
- 36. **Remarks**: For the STAND REDUCTION METHOD record:
  - a. The computations and documentation required for the Stress Damage Modification (see section 7B).
  - b. Any additional documentation required by the insurance provider.

# PLANT AND POD COUNT METHOD - "AFTER PODDING"

# PART I - SAMPLE DETERMINATIONS - PLANT COUNT

- 10.-13. MAKE NO ENTRY.
- 14. **Number of Plants**: Number of peanut plants counted in each representative sample.
- 15. **Total**: Add the **Number of Plants** for **all** representative samples. Transfer results to Part III Plant and Pod Count Computations, **Total Plants** (item 23).

E. **Risk**: The correct rate class from the actuarial documents. Verify with the Summary of Coverage and if the rate class is found to be incorrect, revise according to the insurance provider's instructions. See the LAM.

**NOTE**: Unrated land is uninsurable without a written agreement.

- F. **Practice**: Three-digit code number entered exactly as specified on the actuarial documents for the practice carried out by the insured. If "No Practice Specified," enter appropriate 3-digit code number from the actuarial documents.
- G. **Type/Class/Variety**: Three-digit code number entered exactly as specified on the actuarial documents, for the type grown by the insured. If "No Type Specified," enter appropriate 3-digit code number from the actuarial documents.

**NOTE**: If, after the final planting date for the type, the insured replants acreage to a different type, the peanuts will continue to be insured under the type initially planted and reported. If the insured files a claim for indemnity, enter the new type on the claim and explain in the narrative that the acreage was replanted to a new type. The new type is required for quality adjustment to the applicable price support.

H. Stage:

**PRELIMINARY**: MAKE NO ENTRY.

**REPLANT**: Replant stage abbreviation as shown below.

EXPLANATION

STAGE	EXPLANATION
" <b>p</b> "	Acreage replanted and qualifying for replant payment.
	Acreage not replanted and qualifying for replant payment. Enter
1 VIC	"NR" if the combined potential production appraisal and uninsured
	cause appraisal totals 90 percent or more of the guarantee for replant
	claims.

**FINAL**: Stage abbreviation as shown below.

<b>STAGE</b>	<b>EXPLANATION</b>
"P"	Acreage abandoned without consent, put to other use without consent, damaged solely by uninsured causes, for which the insured failed to provide records of production which are acceptable to the insurance provider.
"H"	Harvested.
"UH"	Unharvested or put to other use with consent.

PREVENTED PLANTING: See the LAM for proper codes for any eligible prevented planting acreage.

# GLEANED ACREAGE: See the LAM for information on gleaning.

I. **Intended or Final Use**: Use of acreage. Use the following "Intended Use" abbreviations.

#### **USE EXPLANATION**

"Replant"	Acreage replanted	l and qualifying	for replanting payment.
			61.5

<sup>&</sup>quot;Not Replanted"...... Acreage not replanted or not qualifying for a replanting payment.

"To soybeans," etc..... Use made of the acreage.

"WOC"..... Other use without consent.

"SU"..... Solely uninsured.

"ABA"..... Abandoned without consent.

"H"..... Harvested.

"UH"...... Unharvested, lost in windrow, or other use with consent.

Verify any "Intended Use" entry. If the final use of the acreage was not as indicated, strike out the original line and initial it. Enter all data on a new line showing the correct "Final Use."

PREVENTED PLANTING: See the LAM for proper codes for any eligible prevented planting acreage.

**GLEANED ACREAGE:** See the LAM for information on gleaning.

# J. **Appraised Potential**:

**REPLANT**: MAKE NO ENTRY. (Enter the replant appraisal in the narrative. See section 4.)

**PRELIMINARY AND FINAL**: Per-acre appraisal, in WHOLE pounds, of POTENTIAL production for the acreage appraised. See appraisal methods for additional instructions.

**NOTE**: If there is no potential on UH acreage enter "0."

# K. Quality Factor:

**REPLANT**: MAKE NO ENTRY.

**PRELIMINARY AND FINAL**: Appraised mature peanut production, that is damaged by insurable causes and for which the value per pound is less than the average price per pound for the type, will be adjusted by the factor determined by dividing the value per pound for the insured type of peanuts by the applicable average price per pound. Use the:

a. average CCC support price per pound, by type, when the unadjusted harvested production in Section II is less than the determined effective poundage marketing quota.

#### **NARRATIVE**:

If more space is needed, document on a Special Report, and enter "See Special Report." Attach the Special Report to the T-P-C Production Worksheet.

- a. If no acreage is released on the unit, enter "No acreage released," adjuster's initials, and date.
- b. If notice of damage was given and "No Inspection" is necessary, enter the unit number(s), "No Inspection," date, and adjuster's initials. The insured's signature is not required.
- c. Explain any uninsured causes, unusual, or controversial cases.
- d. If there is an appraisal in Section I, item M for uninsured causes due to a hail/fire exclusion, show the original hail/fire liability per acre and the hail/fire indemnity per acre.
- e. Document the actual appraisal date if an appraisal date was performed prior to the adjuster's signature date on the appraisal worksheet, and the date of the appraisal is not recorded on the appraisal worksheet.
- f. State that there is "No other fire insurance" when fire damages or destroys the insured crop and it is determined that the insured has no other fire insurance. Also see the LAM.
- g. Explain any errors found on the Summary of Coverage.
- h. Explain any commingled production. See the LAM.
- i. Explain any entry for "Production Not to Count" in Section II, item J, and/or any production not included in Section II, item G.
- j. Explain a "NO" checked in item 19.
- k. Attach a sketch map or aerial photograph to identify the total unit:
  - (1) If consent is or has been given to put part of the unit to another use or to replant;
  - (2) If acreage has been replanted to a practice uninsurable as an original practice;
  - (3) If uninsured causes are present; or
  - (4) For unusual or controversial cases.

**NOTE**: Indicate on aerial photo or sketch map the dispositions of acreage destroyed or put to other use with or without consent.

- 1. Explain any difference between date of inspection and signature dates. For an ABSENTEE insured, enter the date of the inspection AND the date of mailing the T-P-C Production Worksheet for signature.
- m. When any other adjuster or supervisor accompanied the adjuster on the inspection, enter the code number of the other adjuster or supervisor and date of inspection.

- n. Explain the reason for a "No Indemnity Due" claim. "No Indemnity Due" claims are to be distributed in accordance with the insurance provider's instructions.
- o. Explain any delayed notices or delayed claims as instructed in the LAM.
- p. Document any authorized estimated acres shown in Section I, item C as follows: "Line 3 'E' acres authorized by insurance provider MM/DD/YYYY."
- q. Document the method and calculation used to determine acres for the unit. See the LAM.
- r. Specify the type of insects or disease when the insured cause of damage or loss is listed as insects or disease. Explain why control measures did not work.
- s. Document the appraisal (plus appraisal for uninsured causes of loss, if applicable) for replanted acreage, and the calculations to show that the qualification for a replanting payment have been met. See section 4.
- t. If any acreage to be replanted in the unit does not qualify for a replanting payment, enter Field No., "NOT QUAL FOR RP PAYMENT," date of inspection, adjuster's initials, and reason not qualified.
- u. Explain any zero (.000) QA factor entered in Section I (item K) or Section II (item I).
- v. Document field ID's and date and method of destruction of mycotoxin-infested peanuts if it has no market value. For further documentation instructions, see the LAM.
- w. Document the name and address of the charitable organization when gleaned acreage is applicable. See the LAM for more information on gleaning.
- x. Document any other pertinent information, including any data to support any factors used to calculate the production.

# **SECTION II - HARVESTED PRODUCTION**

#### GENERAL INFORMATION:

- (1) Include **ALL HARVESTED PRODUCTION** for **ALL ENTITIES** sharing in the crop.
- (2) There will be no "harvested production" entries for replant payments.
- (3) There generally will be **no** "harvested production" entries in items  $A_1$  through N for preliminary inspections.
- (4) If additional lines are necessary, the data may be entered on a continuation sheet.
- (5) Use separate lines for varying shares, types with varying values quality adjusted by varying price supports or the highest non-quota price election.

- (6) Final Settlement of the Claim
  - (a) The effective poundage marketing quota, if any, for each unit will be limited to the LESSER OF:
    - <u>1</u> The amount of the effective poundage marketing quota reported on the acreage report;
    - 2 The amount of the effective poundage marketing quota recorded at FSA; or
    - 3 The amount determined at the final settlement of the claim.

**NOTE**: Reduce the determined effective poundage marketing quota for the unit **ONLY** if any of the effective poundage marketing quota was transferred to another FSA farm serial number prior to the end of the insurance period for the crop year. Refer to T-P-C Production Worksheet example and **EXHIBIT 2**. Record calculation in the narrative. Retain, in the policyholder's claim file, hard copy FSA documentation of any transfer of the effective poundage marketing quota that affected a claim. Refer to Section II item F, for required effective poundage marketing quota entry for premium calculation.

(b) Verify that the temporary seed allocation of quota pounds was added to the farm basic poundage quota (FSA 1001 form) and included on the insured's acreage report.

**NOTE**: Revise the acreage report to add the temporary seed allocation if it was not included on the acreage report. A crop inspection to increase liability is not required even if the unit is in a loss situation. However, if the reported effective marketing quota and/or the acreage for the unit was under-reported, a crop inspection for accepting additional liability as outlined in the LAM is required to increase the reported effective marketing quota and/or the acres.

(c) If, on a gross unadjusted basis, Segregation I production and Segregation II and III peanuts eligible to be valued as quota (Segregation I) peanuts (e.g., production retained for "seed" or other use), does not satisfy the lesser of (6)(a), 1, 2, or 3 above, **ONLY** Segregation II or III peanuts that are needed to satisfy the lesser effective poundage marketing quota will be quality adjusted to the average support price per pound, by type.

**NOTE**: Quality adjust **ALL** Segregation I peanut production (and production retained for "seed" or other use) to the average support price per pound, by type, even if the effective poundage marketing quota for the unit has been satisfied.

(d) Any Segregation II or III peanuts in excess of the lesser of (6)(a), 1, 2, or 3 above will be considered as non-quota (additional) peanuts and will be quality adjusted to the highest non-quota price election.

(e) The net weight of a load on an FSA-1007 or FSA-1007 VC may require a two line entry when part of the production is adjusted to the highest non-quota price election.

**NOTE**: Document calculation results, for any of the items in (6) above, in the Narrative. Refer to T-P-C Production Worksheet example and **EXHIBIT 2** for harvested production quality adjustment examples.

- (7) Enter threshed unadjusted NET WEIGHT of production for:
- \*\*\* (a) a Catastrophic or Additional basic unit containing multiple farm serial numbers:
  - 1 Assemble each FSN marketing Smart Card printout\* in order beginning with the lowest numbered FSN first, then working to the highest numbered FSN.
  - Enter (in Section II item G, the production from the FSA-1007, FSA-1007 VC, or other sales record) Segregation I and Segregation II or III peanuts eligible to be valued as quota (Seg. I) peanuts (e.g., retained for seed or other use) from ALL FSNs FIRST, followed by any other Segregation II or III peanuts from ALL FSNs in the order they are listed on the FSN marketing Smart Card printout\*.
- \*\*\* (b) an Additional optional unit containing a single farm serial number:

Enter (in Section II item G, the production from the FSA-1007, FSA-1007 VC, or other sales record) Segregation I and Segregation II or III peanuts eligible to be valued as quota (Seg I) peanuts (e.g., retained for seed or other use) FIRST, followed by any other Segregation II or III peanuts in the order they are listed on the FSN marketing Smart Card printout\*.

\*FSA Operator/Producer Poundage Sales Summary

Verify or make the following entries:

#### **Item**

#### No. Information Required

18. **Date Harvest/Sale Complete**:

**PRELIMINARY**: MAKE NO ENTRY.

#### **REPLANT AND FINAL:**

a. Enter the earlier of the date that one of the following events occurred on the ENTIRE acreage for the unit:

**NOTE**: The total net production to count will be identified as quota and/or non-quota (additional) production by:

- a. counting all harvested and appraised production less than or equal to the unit's effective poundage quota as quota production; and
- b. counting any harvested and appraised production in excess of the unit's effective poundage quota as non-quota (additional) production.
- 25. **Adjuster's Signature, Code #, and Date**: Signature of adjuster, code number, and date signed **after** the insured (or insured's authorized representative) has signed. For an absentee insured, enter adjuster's code number ONLY. The signature and date will be entered AFTER the absentee has signed and returned the T-P-C Production Worksheet.

**NOTE**: Final indemnity inspections and final replant payment inspections should be signed on bottom line.

26. **Insured's Signature and Date**: Insured's (or insured's authorized representative's) signature and date. BEFORE obtaining insured's signature, REVIEW ALL ENTRIES on the T-P-C Production Worksheet WITH THE INSURED, particularly explaining codes, etc., that may not be readily understood.

**NOTE**: Final indemnity inspection and final replant payment inspections should be signed on bottom line.

# 27. **Page Numbers**:

**PRELIMINARY**: Page numbers - "1," "2," etc., at the time of inspection.

**REPLANT AND FINAL**: Page numbers - (Example: Page 1 of 1, Page 1 of 2, Page 2 of 2, etc.).

								P-C PRODUC											
1. Crop/Code Peanu		. Unit <b>00100</b>		l Descriptio <b>V - 411</b>	n 7. Company 8. Name of Ins								e of Insured	I. M. Insured					
007	_	00100				9. Claim #									11. Crop Year				
4. Date of D	-	OCT					Agency							XXXXX	XXX YYYY				
<ol> <li>Cause of Damage</li> <li>Primary</li> </ol>	f E	Ex. Moistur	е					Any A	gency			<b>10.</b> Poli	cy #		XXXXXXX				
Cause'%  12. Addition		100		I			т т	$\overline{}$	14. Date(s) Notice of				f Loss	1st MM/DD/YY	2nd YY		Final MM/DD/YYYY		
Units 13. Est. Prod Per Acre	i.	3500					+++					<b>15.</b> Cor	npanion Policy(i	es)					
					SECT	ION I	- ACREAG	E APPRAISI	ED, PRO	DUCT	ION AN	ND ADJUS	<b>IMENTS</b>						
				Actu	arial							Potentia	l Yield			;	Stage	Guarantee	
Α	В	С	D	E	F		G H		J	K	L	M	N	0		•	Q	R	
Field ID	Prelim. Acres	Final Acres	Interest or Share	Risk	Practice	CI Va	ype lass Stage rriety	i ilidi OSC	Appraised Potential	Quality Factor	Adjuste Potentia	d (+) Uninsured Causes	Potential Counted	Value Per Pour	to C	otential Count N x O)	Per Acre	Total (C x Q)	
2		10.0	1.000	P13	002	0	84 UH	Lost in Windrow	300	.000	0		0			0	2250	22,500	
MM/D		30.0	1.000	P13	002	0	84 H	Н									2250	67,500	
$\vdash$																			
<b>16.</b> TO	TAL	40.0			•		•	•		•		•			(	<b>17.</b> TOTAL		90,000	
		ore space is i					Acreage r	eport and FSA	A guota =	48.00	) lbs: h	owever, 8.0	00 lbs. of	guota y	was trans	sferred r	orior to	the end of	
insuranc	ce perio	d. Quality	adjustm	ent for	harveste	ed pro	duction is b	ased on 40.00	00 lbs. (40	<u>1,000,0</u>	bs 39	9,549 lbs. Se	eg L peani	uts = 4	51 lbs. of	Seg III i	oeanut	S	
quality a	adjusted	d to the sur	port pri	<u>ce). De</u>	<u>etermine</u>	<u>d acre</u>	s from FSA	permanent fi	eld meas	ureme	<u>nts. Fi</u>	<u>eld 2 quality</u>	factor =	<u>a) 000.</u>	eanuts s	prouted	in she	I).	
<b>18.</b> DATE HA	ARVEST/SAL	E COMPLETED			19.	. IS DAMA		HER FARMS IN THE ARE		KODOC		ASSIGNMENT OF IN	DEMNITY?		<b>21.</b> TRA	ANSFER OF RI	GHT TO INE	DEMNITY?	
		Incomplete	)		X	Yes							X No Yes X No						
			nspectio	n							Adjustme	ents to Harves		ction					
A <sub>1</sub> A <sub>2</sub> Share	В	С	D		<b>E</b> Leaf Quali	t	F Ouete (O)	G	H₁ Value Per Po	H <sub>2</sub>	<b>l</b> Quality	J Draduction	<b>K</b> Production		L Value of	M Value N	ot	N	
Field ID	Row Width	Tractor	Est. Yield	i c		P	Quota (Q), Non-Quota (NQ) or Bale No.	, Production	Local Mkt. Pr		Factor H <sub>1</sub> ÷ H <sub>2</sub> )	Production Not to Count (lbs.)	to Count (lbs.)	' F	Value of Production (\$)	Value N to Cour (\$)	nt	Production/ Value to Count	
	77587	11 Gold	Kist			084	48,000	20,615	.328 .340		.965		19,893	3		SEG	I	19,893	
	77766	58 Gold	Kist			084		18,934	.319 .340		.938		17,760	)		SEG	I	17,760	
	77812	35 Gold	Kist			084		451	.051 .340		.150		68			SEG	III	68	
	77812	35 Gold	Kist			084		12,285	.051 .160		.319		3,919			SEG	III	3,919	
	77814		Kist			084		15,819	.058 .160		.363		5,742			SEG		5,742	
I certify the i	informatior Vorksheet a	n provided above and supporting pa	e, to the bes apers are su	t of my kn bject to au	owledge, to build and appropries.	e true an	id complete and t e company. I und	hat it will be used to derstand that this cro	determine my p insurance is	loss, if a subsidize	ny, to my ii d and rein:	nsured crops. I u sured by the Fede	nderstand that ral Crop Insur	this ance		SECTION II		47,382	
I certify the information provided above, to the best of my knowledge, to be true and complete and that it will be used to determine my loss, if any, to my insured crops. I understand Production Worksheet and supporting papers are subject to audit and approval by the company. I understand that this crop insurance is subsidized and reinsured by the Federal Crop I Corporation, an agency of the United States. I understand that any false or inaccurate information may result in the sanctions outlined in my policy and administrative, civil, and criminal sunder 18 U.S.C. §§ 1006 and 1014, 7 U.S.C. § 1506, 31 U.S.C. §§ 3729 and 3730 and other federal statutes.								criminal sanct	ions	23	24. UNIT		47.382						
25. Adjuster	's Signature	(1st inspection)					Code #	Date	26. Insured's					Date				,	
(2nd inspection	on)						Code #	Date	(2nd inspectio	n)				Date			Danie	4 4	
(Final inspecti	ion)	I. M.	Adjuster				Code # <b>12345</b>	Date MM/DD/YYYY	(Final inspection) Date  I. M. Insured MM/DD/Y					I/DD/YYYY	27.	Page	1 of 1		