FEDERAL CROP INSURANCE HANDBOOK

SUBJECT: SAFFLOWER LOSS ADJUSTMENT STANDARDS HANDBOOK 2010 AND SUCCEEDING CROP YEARS

OPI: Product Administration and Standards Division

APPROVED: Deputy Administrator, Product Management

DATE: April 27, 2010

THIS HANDBOOK CONTAINS THE OFFICIAL FCIC-APPROVED LOSS ADJUSTMENT STANDARDS FOR THIS CROP FOR THE 2010 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 highlighted. Three stars (*** ) identify where information has been removed.

Changes for Crop Year 2010 (FCIC-25420-1) issued April 2010:

A. Subsection 9C, Column 34, 36, and 37: Deleted “(or column 18 if there are under –reported acres)”. Calculations will be based on the column 19, “Determined Acres”.

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## SUMMARY OF CHANGES/CONTROL CHART (con’t)

Control Chart For: Safflower Loss Adjustment Standards Handbook

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32a. **Moisture %:**

**REPLANT:** MAKE NO ENTRY.

**PRELIMINARY AND FINAL:** Moisture percent (if in excess of 8.0 percent) to nearest tenth. Moisture adjustment is applied prior to applying any qualifying adjustment for quality.

32b. **Factor:**

**REPLANT:** MAKE NO ENTRY.

**PRELIMINARY AND FINAL:** Moisture factor - For appraised mature safflower seed production in excess of 8.0 percent, obtain factor from TABLE F.

33. **Shell %, Factor, or Value:** MAKE NO ENTRY.

34. **Production Pre QA:**

**REPLANT:** MAKE NO ENTRY.

**PRELIMINARY AND FINAL:** Result of multiplying column 31 times column 19, times column 32b, to whole pounds. If no entry in column 31, MAKE NO ENTRY.

35. **Quality Factor:**

MAKE NO ENTRY.

**PRELIMINARY AND FINAL:** For mature unharvested production which (due to insurable causes) qualifies for quality adjustment as provided in the Crop Provisions, enter the Quality Adjustment Factor (QAF) as a three place decimal calculated in accordance with the Quality Statements in the Special Provisions. Document all calculations in the Narrative of the Production worksheet, or on a Special Report. Copies of all supporting documentation should be included in the insured’s claim file. For additional quality adjustment definitions, instructions, documentation, qualifications, and testing requirements, refer to the LAM and the Agricultural Marketing Act of 1946, as amended for the crop. Also, refer to the quality adjustment instructions in the Narrative herein.

If appraised mature production is determined by the AIP to have zero market value, enter “.000.” Refer to the Special Provisions of Insurance and the LAM.

36. **Production Post QA:**

**REPLANT:** Result of multiplying the pounds per acre allowed for replanting times column 19 rounded to the nearest whole pound. Document calculations in the Narrative. (Refer to section 4 for qualifications and computations.)
PRELIMINARY AND FINAL: Result of multiplying column 34 times column 35 rounded to whole pounds. If “no entry” in column 35 transfer entry from column 34. If no entry in column 31 MAKE NO ENTRY.

37. Uninsured Causes:

REPLANT: MAKE NO ENTRY.

PRELIMINARY AND FINAL: Result of per acre appraisal for uninsured causes (taken from appraisal worksheet or other documentation) multiplied by column 19, rounded to whole pounds. Refer to the LAM for information on how to determine uninsured cause appraisals. If no uninsured causes, MAKE NO ENTRY.

a. Hail and Fire exclusion NOT in effect.

(1) Enter the result of multiplying column 19 entry by NOT LESS than the insured's production guarantee per acre in whole pounds, for the line, (calculated by multiplying the elected coverage level percentage times the approved APH yield per acre shown on the APH form) for any “P” stage acreage.

(2) On preliminary inspections, advise the insured to keep the harvested production from any acreage damaged SOLELY by uninsured causes separate from other production. Refer to the LAM for information on how to determine uninsured cause appraisals.

(3) For acreage that is damaged PARTLY by uninsured causes, enter the result of multiplying the APPRAISED UNINSURED loss of production per acre in whole pounds, by column 19 entry for any such acreage.

b. When there is late-planted acreage, the applicable per-acre production guarantee for such acreage is the production guarantee per-acre that has been reduced for late-planted acreage, multiplied by column 19 entry.

c. Refer to the LAM when a Hail and Fire Exclusion is in effect and damage is from hail or fire.

d. Enter the result of adding uninsured cause appraisals to hail and fire exclusion appraisals.

e. For fire losses, if the insured also has other fire insurance (double coverage), refer to the LAM.

38. Total to Count: Result of adding item 36 and item 37.