November 30, 2000

INFORMATIONAL MEMORANDUM: R&D-00-057

TO: All Reinsured Companies
All Risk Management Agency Field Offices

FROM: Tim B. Witt /s/ Tim B. Witt
Deputy Administrator

SUBJECT: Group Risk Income Protection (GRIP) Basic and Crop Provisions for the 2001 Insurance Year


A primary change in the provisions moves the discovery period for determining the expected price to the last five final daily settlement prices in February for the Chicago Board of Trade (CBOT) November soybean and December corn futures contract for the current crop year. This allows for the release of the expected price amount for the crop year on or about March 1 instead of March 15. The GRIP Basic Provisions were also changed to reflect the new premium subsidies and administrative fees as required by the 2000 Agricultural Risk Protection Act (ARPA). The policies will be effective for the 2001 insurance year in all counties where GRIP was offered in crop year 2000.

If you have any questions, please contact Steve Hoy, Product Development Division, at (816) 926-3449.

DISPOSAL DATE:

This Informational Memorandum is for the purpose of transmitting/updating information and the expiration date is December 31, 2000.