



United States Department of Agriculture
 Farm and Foreign Agricultural Services
 Risk Management Agency

March 4, 2003

INFORMATIONAL MEMORANDUM: R&D-03-011

TO: All Reinsured Companies
 All Risk Management Agency Field Offices
 All Other Interested Parties

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

SUBJECT: Addendum to 2003 Crop Year (CY) Actuarial Document (Special Provisions) – Crop Revenue Coverage (CRC) Corn, Grain Sorghum, Soybeans, and Spring Wheat Base Prices; Income Protection (IP) Barley, Corn, Grain Sorghum, Soybeans, and Wheat Projected Prices; Revenue Assurance (RA) Canola, Corn, Feed Barley, Spring Wheat, Soybeans, and Sunflowers Projected Harvest Prices and Volatility Factors; Group Risk Income Protection (GRIP) Corn and Soybean Expected Prices and Volatility Factors; and Hybrid Seed Price Endorsement (HSPE) Hybrid Seed Price Announcement

CROP REVENUE COVERAGE

The following 2003 CY base prices have been approved for CRC corn, grain sorghum, soybeans, and spring wheat in counties with a March 15 cancellation date.

| <u>Crop</u> | <u>Base Price</u> |
|--------------------|--------------------------|
| Corn | \$2.42/bu. |
| Grain Sorghum | \$2.30/bu. |
| Soybeans | \$5.26/bu. |
| Spring Wheat | \$3.64/bu. |



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The Risk Management Agency Administers and Oversees
 All Programs Authorized Under the Federal Crop Insurance Corporation

An Equal Opportunity Employer

INCOME PROTECTION

The following 2003 CY projected prices have been approved for IP barley, grain sorghum, and wheat and for IP & Indexed IP corn and soybeans in counties with a March 15 sales closing date.

| <u>Crop</u> | <u>Projected Price</u> |
|--------------------|-------------------------------|
| Barley | \$2.05/bu. |
| Corn | \$2.42/bu. |
| Grain Sorghum | \$2.18/bu. |
| Soybeans | \$5.26/bu. |
| Wheat | \$3.23/bu. |

REVENUE ASSURANCE

The following 2003 CY projected harvest prices and volatility factors have been approved for RA canola, feed barley, spring wheat, and sunflowers and for RA corn and soybeans in all covered states except Arkansas.

| <u>Crop</u> | <u>Projected Harvest Price</u> | <u>Volatility Factor</u> |
|--------------------|---------------------------------------|---------------------------------|
| Canola | \$0.110/lb. | 0.13 |
| Corn | \$2.42/bu. | 0.20* |
| Feed Barley | \$2.22/bu. | 0.15 |
| Soybeans | \$5.26/bu. | 0.18* |
| Spring Wheat | \$3.64/bu. | 0.15 |
| Sunflowers | \$0.090/lb. | 0.13 |

* Price volatility factors for RA corn and soybeans were announced via **R&D-02-053**

GROUP RISK INCOME PROTECTION

The following 2003 CY expected prices have been approved for GRIP corn and soybeans in all covered counties.

| <u>Crop</u> | <u>Expected Price</u> | <u>Volatility Factor</u> |
|--------------------|------------------------------|---------------------------------|
| Corn | \$2.38/bu. | 0.18 |
| Soybeans | \$5.23/bu. | 0.15 |

HYBRID SEED PRICE ENDORSEMENT

The following 2003 CY hybrid seed price has been approved for the Hybrid Seed Price Endorsement.

| <u>Crop</u> | <u>Hybrid Seed Price</u> |
|------------------|--------------------------|
| Hybrid Seed Corn | \$2.42/bu. |

DISPOSAL DATE

This Informational Memorandum is for the purpose of transmitting information and the expiration date is December 31, 2003.