



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

September 19, 2003

INFORMATIONAL MEMORANDUM: R&D-03-040

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 and 2004 Crop Year (CY) Actuarial Document (Special Provisions) – **Crop Revenue Coverage (CRC)** Base Price and Low and High Price Factors, **Income Protection (IP)** Projected Price and Harvest Price, and **Revenue Assurance (RA)** Projected Harvest Price and Price Volatility Announcements

CROP REVENUE COVERAGE

The following **base prices** and **low and high price factors** are approved for 2004 CY CRC Wheat in States whose base price is determined by the exchange and contract shown.

<u>Crop</u>	<u>Exchange</u>	<u>Contract</u>	<u>Base Price</u>	<u>Low Price Factor</u>	<u>High Price Factor</u>
Winter Wheat (For all applicable States except New York)	CBOT	July	\$3.36/bu	.31	.31
Winter Wheat (Only applicable to New York)	CBOT	July	\$2.86/bu	.31	.31
Winter Wheat (For all applicable states)	KCBOT	July	\$3.40/bu	.31	.31
Spring Wheat (For spring wheat in counties with a 9/30 cancellation date)	KCBOT	July	\$3.40/bu	.31	.31
Wheat (For all applicable states)	CBOT (PGE Basis)	September	\$3.84/bu	.35	.35



6501 Beacon Drive \$ Kansas City, MO 64133

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

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INCOME PROTECTION

The following **projected prices** are approved for 2004 CY IP Wheat in States whose projected price is determined by the exchange and contract shown.

<u>Crop</u>	<u>Exchange</u>	<u>Contract</u>	<u>Base Price</u>
Wheat	CBOT	July	\$3.36/bu
Wheat	CBOT (PGE Basis)	September	\$3.84/bu

The following **harvest price** is approved for **2003 CY** IP Grain Sorghum in counties with a January 31 or February 15 sales closing date.

<u>Crop</u>	<u>Harvest Price</u>
Grain Sorghum	\$2.07/bu

REVENUE ASSURANCE

The following **projected harvest prices** and **price volatilities** are approved for 2004 CY RA Winter Wheat in States whose projected harvest price is determined by the exchange and contract shown below.

<u>Crop</u>	<u>Exchange</u>	<u>Contract</u>	<u>Projected Harvest Price</u>	<u>Volatility Factor</u>
Winter Wheat	CBOT	July	\$3.36	0.19
Winter Wheat	KCBOT	July	\$3.40	0.19

DISPOSAL DATE

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