

United States Department of Agriculture

Risk Management Agency March 5, 2004

6501 Beacon Drive Kansas City, MO 64133-4676

INFORMATIONAL MEMORANDUM: R&D-04-012

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: 2004 Crop Year (CY) Revenue Assurance (RA) Whole Farm Premium Calculations

It was brought to the Risk Management Agency's (RMA) attention that the RA whole-farm premium calculation was incorrect. The problem appears to have been predominately in the following states: Colorado, Kansas, Louisiana, Minnesota, Montana, Nebraska, North Carolina, North Dakota, South Dakota, and Virginia and was only occurring in RA whole-farm quotes.

The RA whole-farm betas (record V suffix W records) have been revised by the submitter and were placed in the Actuarial Data Master (ADM) by RMA.

This Informational Memorandum is to advise that RA whole-farm premium quotes made prior to March 4, 2004 may not have been accurate or should be verified using the corrected calculator.

DISPOSAL DATE:

This bulletin is for the purpose of transmitting/updating information and the expiration date is December 31, 2004.