

Multi Peril:

Actual Production History (APH) - These policies insure producers against yield losses due to natural causes such as drought, excessive moisture, hail, wind, frost, insects, and disease. The farmer selects the amount of average yield he or she wishes to insure; from 50-75 percent (in some areas to 85 percent). The farmer also selects the percent of the predicted price he or she wants to insure; between 55 and 100 percent of the crop price established annually by RMA. If the harvest is less than the yield insured, the farmer is paid an indemnity based on the difference. Indemnities are calculated by multiplying this difference by the insured percentage of the established price selected when crop insurance was purchased.

Crop Revenue Coverage (CRC) - These policies provide revenue protection based on price and yield expectations by paying for losses below the guarantee at the higher of an early-season price or the harvest price.

Group Risk Income Protection (GRIP) - These policies make indemnity payments only when the average county revenue for the insured crop falls below the revenue chosen by the farmer.

GRIP is available in selected states and counties for corn, cotton, grain sorghum, soybeans and wheat.

Policy Endorsements:

Catastrophic Coverage (CAT) - pays 55 percent of the established price of the commodity on crop losses in excess of 50 percent. The premium on CAT coverage is paid by the Federal Government; however, producers must pay a \$300 administrative fee (as of the 2008 Farm Bill) for each crop insured in each county. Limited-resource farmers may have this fee waived. CAT coverage is not available on all types of policies.

Producer Obligations - Producers must:

- Report acreage accurately,
- Meet policy deadlines,
- Pay premiums when due, and
- Report losses immediately.

Producer Expectations - Producers will receive:

- Accurate answers to questions on types of coverage,
- Prompt processing of their policy, and
- Timely payments for covered losses.

Hail Insurance - This policy provides the grower protection against any yield reduction caused by hail and/or fire. The grower may elect to insure up to the full value of the crop. There are various deductibles available to allow the grower to partially self-insure for a reduced premium cost.

Rates have not been released for 2009