



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

August 3, 2001

**INFORMATIONAL MEMORANDUM: R&D: 01-039**

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: Crop Revenue Coverage for Irrigated Wheat in Nevada

**BACKGROUND:**

On July 19, 2001, the Federal Crop Insurance Corporation Board of Directors approved the expansion of Crop Revenue Coverage (CRC) to irrigated wheat in Nevada beginning with the 2002 crop year in counties where coverage is offered under the Multiple Peril Crop Insurance Program.

**DISCUSSION:**

The CRC Commodity Exchange Endorsement (01-CRC-CEE-Wheat (Ed. 5-18-00)) Portland Grain Exchange (PGE) pricing methodology that is currently applicable to wheat in California, Idaho, Oregon, Utah, and Washington will also be used for Nevada. This form, and other policy forms and documents, can be found at the Risk Management Agency website <http://www.rma.usda.gov/policies/2001policy.html>.

The Sales Closing Date for crop year 2002 winter and spring wheat in Nevada is October 31, 2001. The Special Provisions of Insurance for CRC wheat in Nevada includes a statement that amends Section IV of the Commodity Exchange Endorsement - Wheat so that the PGE can be used to determine Base and Harvest Prices. The Base Price for crop year 2002 will be announced by September 20, 2001. The low price factor and high price factor will be announced by September 10, 2001. Until then, a low price factor **estimate** of 0.449 and a high price factor **estimate** of 0.407 can be used for estimating premium.



6501 Beacon Drive \$ Kansas City, MO 64133

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

An Equal Opportunity Employer

If you have any questions on this, please contact David Clauser at (816) 926-7730.

**DISPOSAL:**

The disposal date of this memorandum is December 31, 2002.