



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

November 6, 2001

**INFORMATIONAL MEMORANDUM: R&D-01-051**

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 (CRC) for the 2002 Crop Year

The Risk Management Agency (RMA) has placed on the RMA Web Site at <http://www.rma.usda.gov/policies/2002policy.html> the following CRC policies and related documents:

1. CRC Insurance Policy Basic Provisions (Ed. 09-26-01);
2. CRC Insurance Policy Coarse Grains Crop Provisions (Ed. 09-26-01);
3. CRC Commodity Exchange Endorsement – Coarse Grains (Ed. 10-2-01);
4. CRC Coarse Grains Underwriting Rules (Ed. 09-26-01);
5. CRC Corn, Soybeans, and Grain Sorghum Common Questions and Answers (Ed. 09-26-01);
6. CRC Insurance Policy Cotton Crop Provisions (Ed. 09-26-01);
7. CRC Commodity Exchange Endorsement – Cotton (Ed. 10-2-01);
8. CRC Cotton Underwriting Rules (Ed. 09-26-01);
9. CRC Cotton Common Questions and Answers (Ed. 09-26-01);
10. CRC Insurance Policy Rice Crop Provisions (Ed. 09-26-01);
11. CRC Commodity Exchange Endorsement – Rice (ed. 10-2-01);
12. CRC Rice Underwriting Rules (Ed. 9-26-01);
13. CRC Rice Common Questions and Answers (Ed. 9-26-01);
14. CRC Insurance Policy Wheat Crop Provisions (Ed. 9-26-01);
15. CRC Commodity Exchange Endorsement – Wheat (Ed. 10-2-01);
16. CRC Wheat Underwriting Rules (Ed. 9-26-01);



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

An Equal Opportunity Employer

17. CRC Wheat Questions and Answer Set (Ed. 9-26-01); and
18. CRC Premium Calculation Worksheet (Ed. 9-26-01).

The above documents are effective for the 2002 crop year for crops with contract change dates of November 30, 2001 and December 31, 2001.

The CRC documents were revised to: 1) change the harvest price discovery period from which the prices are averaged for corn and grain sorghum in counties with a March 15 cancellation date from November to October; 2) change the base price discovery period for corn, grain sorghum and soybeans in counties with a cancellation date prior to March 15, and for cotton and rice in counties with a cancellation date of January 31 to allow less time between the price discovery period and the sales closing date; 3) allow a one-year lag in determining the low price and high price rate factors; 4) change the Commodity Exchange Endorsements for each crop to make the coverage unavailable if the trading volume on the commodity exchange market is insufficient to render a Base Price, and make the Harvest Price equal to the Base Price if there is insufficient trading volume to render a Harvest Price; and 5) revise the language of the CRC policy to allow the enterprise unit selection to remain in effect from year to year unless the insured elects a change by the sales closing date.

**DISPOSAL:**

This informational memorandum is for the purposes of transmitting/updating information and the expiration date is December 31, 2001.