



Oats

Crop Insurance Example for New York 2013

Crop Insurance Education Program (518)457-4531 www.agriculture.ny.gov/AP/CropInsurance.html

Coverage Level and Premium Subsidy:

ITEM	COVERAGE OPTIONS IN FEDERAL SUBSIDY						
	CAT	50%	55%	60%	65%	70%	75%
Coverage level	CAT	50%	55%	60%	65%	70%	75%
Premium subsidy	100%	67%	64%	64%	59%	59%	55%
Your premium share	0%	33%	36%	36%	41%	41%	45%

*Catastrophic Risk Protection (CAT) coverage is fixed at 50% of your average yield and 55% of the price election. The cost of CAT coverage is an administrative fee of \$300.

Example of Premium Amounts for Madison County with approved yield of 60 bu/acre, projected price of \$3.55/bu and one basic unit:

Coverage Level	CAT*	50%	55%	60%	65%	70%	75%
Total premium	\$3.40	\$6.10	\$7.30	\$8.80	\$10.80	\$13.90	\$17.90
Premium subsidy	\$3.40	\$4.10	\$4.70	\$5.60	\$6.40	\$8.20	\$9.80
Your premium share	\$0.00	\$2.00	\$2.60	\$3.20	\$4.40	\$5.70	\$8.10

Projected Price:

The amount producers will be paid in the event of a crop loss is \$3.55 per bushel for 2013, set by USDA on January 31 of the production year.

Loss Example:

This example is based on oats grown in Madison County with an approved yield of 60 bushels per acre, harvesting 20 bushels, non-irrigated and one basic unit:

Coverage Level	CAT	55%	65%	70%	75%
x Approved yield/acre (bu)	60	60	60	60	60
= Acre guarantee (bu)	30	33	39	42	45
- Production to count	20	20	20	20	20
= Loss per acre (bu)	10	13	19	22	25
X Price election	\$1.96	\$3.55	\$3.55	\$3.55	\$3.55
= Indemnity per acre	\$19.60	\$46.15	\$67.45	\$78.10	\$88.75
- Your estimated premium share	\$0.00 *	\$2.60	\$4.40	\$5.70	\$8.10
= Net indemnity per acre	\$19.60	\$43.55	\$63.05	\$72.40	\$80.65

The loss in this example is 40 bu/acre. The producer harvests 20 bu/acre. If the producer elects to insure 70% of their average 60 bushels/acre production, but only harvests 20 bushels/acre, then they are paid for 22 bushels/acre per the \$3.55 price election.

* Producers pay only an administrative fee of \$300 for their entire acreage.



The New York State Department of Agriculture & Markets has partnered with USDA Risk Management (RMA) to provide crop insurance education to New York farmers. For more information, visit the NYS Crop Insurance Education website at www.agriculture.ny.gov/AP/CropInsurance.html or call (518) 457-4531. The RMA website is: www.rma.usda.gov. To find a crop insurance agent, ask a neighbor for a recommendation, contact your local Farm Service Agency (FSA) office or use the USDA RMA crop insurance locator tool on the web at www.rma.usda.gov/tools/agent.html