

**UNITED STATES DEPARTMENT OF AGRICULTURE**

Farm Service Agency  
Washington, DC 20250

**Notice SURE-8**

**For:** State and County Offices

**Share Discrepancies Between RMA and FSA**

**Approved by:** Deputy Administrator, Farm Programs



**1 Overview**

**A Background**

1-SURE, subparagraph 292 B provides procedures on actions to take when discrepancies exist between FSA and RMA share data. The County Office must determine the correct share, and if the share discrepancy is not a result of one of the exceptions in 1-SURE, subparagraph 35 I, then notify RMA using AD-2007. RMA will not correct the RMA share to increase liability for 2008. This notice provides revised procedures to follow when RMA concurs with the FSA shares and the RMA data will not be changed.

**B Purpose**

This notice informs State and County Offices about action to take when FSA shares and RMA shares do not match, it is determined that the FSA shares are correct, and the share difference is not a result of one of the exceptions in 1-SURE, subparagraph 35 I.

Disposal Date	Distribution
June 1, 2011 6-25-10	State Offices; State Offices relay to County Offices

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### 2 Sharing Data With RMA

#### A Concurrence on AD-2007's

County Offices have been instructed to send AD-2007 to RMA when shares between RMA and FSA do not match. In cases where the shares between RMA and FSA are different, and there will be an increase in liability, RMA will not correct RMA data. Also, RMA will not provide FSA a revised guarantee basis.

**Note:** County Offices are required to submit AD-2007 to RMA; however, County Office will be able to process the SURE application without RMA concurrence of share as long as SURE guarantee reflects the lesser of RMA share or FSA share following the procedure in paragraph 3.

#### B Guarantee and Revenue Adjustments

When RMA share is incorrect:

- the guarantee must be based on the lesser of the RMA share or the FSA share
- revenue must be based on the FSA share.

**Note:** The “Factoring RMA Data by Share Differences” tool has been developed for cases when FSA shares and RMA shares do not match and it is not a result of the exceptions in 1-SURE, subparagraph 35 I. Procedure for the new tool is provided in paragraph 3.

This tool shall **not** be used when the share discrepancy **is** a result of 1 of the exceptions in 1-SURE, subparagraph 35 I. 1-SURE, subparagraph 519 C provides instructions for using the “Factoring RMA Data by Share” tool when there are differences between RMA and FSA shares and they **do** meet the exceptions in 1-SURE, subparagraph 35 I.

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### 3 Factoring RMA Data by Share Differences

#### A Procedure When Share Difference Does Not Meet 1-SURE Exceptions

If the share provided by RMA differs from the FSA shares and it is determined that the difference does not meet 1 of the exceptions in 1-SURE, subparagraph 35 I, then follow the procedure in this table.

IF...	AND...	AND...	AND...	THEN...
RMA shares differ from FSA shares	it is determined that FSA shares are correct	the FSA shares are lower than the RMA shares	there is an RMA guarantee basis	the RMA guarantee basis will need to be adjusted downward using the "Factoring RMA Data by Share Differences for an Insured Crop <b>With</b> an RMA Guarantee Basis" tool.
			there is <b>not</b> an RMA guarantee basis (plan codes 50R, 51, 55, 61, 63)	no adjustment is required.
		the FSA shares are higher than the RMA shares	there is an RMA Guarantee Basis	no adjustment is required.
			there is <b>not</b> an RMA guarantee basis (plan codes 50R, 51, 55, 61, 63)	a share adjustment factor (SAF) will need to be determined using the "Factoring RMA Data by Share Differences for an Insured Crop <b>Without</b> an RMA Guarantee Basis" tool.
	it is determined that FSA shares are incorrect (1-SURE, subparagraph 292 B)			follow 1-SURE, subparagraph 292 B.

Following are the 2 components to the “Factoring RMA Data by Share Differences” tool:

- calculating an adjusted RMA guarantee basis for an insured crop **with** an RMA guarantee basis
- determining SAF for an insured crop **without** an RMA guarantee basis.

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### 3 Factoring RMA Data by Share Differences (Continued)

#### B Adjusted RMA Guarantee Basis for an Insured Crop With an RMA Guarantee Basis

To calculate an adjusted RMA guarantee basis for an insured crop with an RMA guarantee basis, the user shall use the “Factoring RMA Data by Share Differences - Insured Crop with an RMA Guarantee Basis” tool.

The user will need to enter data in the cells highlighted in yellow; the resulting factored data will be in blue, as described in this table.

Section	Entry Label	Description
Enter RMA Data Here	Share	Enter insured's RMA share for the crop/unit.
	RMA Guarantee Basis	Enter RMA guarantee basis for the crop/unit from the applicable acre (A) record.
Enter FSA Data Here	Share	Enter FSA share for the crop, must be determined as the correct share for the producer with RMA concurrence.
Data for SURE Program Purposes	Adjusted RMA Guarantee Basis	Calculated adjusted RMA guarantee basis to be entered into the RMA guarantee basis field in the SURE Interim Workbook for the line entry.

The following is an example of the “Factoring RMA Data by Share Differences- Insured Crop with an RMA Guarantee Basis” tool.

Insured Crop with an RMA Guarantee Basis		
	Share	RMA Guarantee Basis
<i>Enter RMA Data Here</i>	0.8000	\$ 10,000
<i>Enter FSA Data Here</i>	0.6000	
<i>Data for SURE Program Purposes</i>	Adjusted RMA Guarantee Basis	\$ 7,500

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### 3 Factoring RMA Data by Share Differences (Continued)

#### C SAF for an Insured Crop Without an RMA Guarantee Basis

To determine SAF for an insured crop without an RMA guarantee basis, the user shall use the “Factoring RMA Data by Share Differences - Insured Crop without an RMA Guarantee Basis” tool.

The user will need to enter data in the cells highlighted in yellow; the resulting factored data will be in blue, as described in the following table.

Section	Entry Label	Description
Enter RMA Data Here	Share	Enter insured's RMA share for the crop/unit.
Enter FSA Data Here	Share	Enter FSA share for the crop, must be determined as the correct share for the producer.
Data for SURE Program Purposes	Share Adjustment Factor (SAF)	Calculated Share Adjustment Factor.  Enter into the SURE Interim Workbook in the: <ul style="list-style-type: none"> <li>• "Guarantee Adjustment Code" field, enter SAF</li> <li>• "Guarantee Adjustment Factor" field, enter the calculated SAF.</li> </ul>

The following is an example of the “Factoring RMA Data by Share Differences - Insured Crop without an RMA Guarantee Basis” tool.

Insured Crop without an RMA Guarantee Basis (Plan Codes 50R, 51, 55, 61, 63)		
	Share	
Enter RMA Data Here	0.6000	
Enter FSA Data Here	0.8000	
Data for SURE Program Purposes	Share Adjustment Factor (SAF)	0.7500