



2003 CROP INSURANCE FACT SHEET Wisconsin TOBACCO

THIS FACT SHEET POINTS OUT CERTAIN FEATURES OF CROP INSURANCE AND IS NOT INTENDED TO BE COMPREHENSIVE. THE INFORMATION BELOW NEITHER MODIFIES NOR REPLACES TERMS AND CONDITIONS OF THE BASIC PROVISIONS, CROP PROVISIONS, OR COUNTY ACTUARIAL DOCUMENTS. CONTACT A CROP INSURANCE AGENT FOR FURTHER DETAILS.

CROP INSURED

The crop insured will be all the tobacco in the county in which you have a share and planted for harvest.

COUNTIES INSURED

Columbia Crawford Dane Dodge Jefferson La Crosse Monroe Richland Rock Trempealeau Vernon
(Tobacco may be insurable in other counties and states by Written Agreement)

CAUSES OF LOSS

Adverse Weather Conditions (including hail, frost, freeze, drought, and excess precipitation)
Insects* Plant Disease* Wildlife Fire Failure of Irrigation Water Supply**

*But not damage due to insufficient or improper application of pest or disease control measures.

**If caused by an insured peril that occurs during the insurance period.

IMPORTANT DATES

Sales Closing/Cancellation Date: **March 15, 2003**
Final Planting Date:..... **July 10, 2003**
Acreage Reporting Date: **July 15, 2003**
Billing Date: **October 1, 2003**
Insurance Begins: **Planting**
Insurance Ends at weighing in at the tobacco warehouse or: **April 30, 2004**
Production Reporting Date: **April 29, 2004**

DEFINITIONS

Producer Classification A classification, found in the FCI-32 Actuarial Listing, used with the FCI-35 Coverage and Rate Table to determine a producer's per acre tobacco yield.

Unit The insurable acreage used to determine the Production Guarantee and any indemnity (loss payment).

Production Guarantee Number of pounds guaranteed per unit. Multiply your Producer Classification yield per acre x the coverage level percentage you select x number of acres in the unit.

Price Election Price of compensation per pound in case of loss:
• Established Price: **\$1.67/lb.**

COVERAGE OPTIONS

Catastrophic Coverage(CAT) Additional Coverage **50%** of your Producer Classification (PC) yield and **55%** of the Established Price.
50, 55, 60, 65, 70, or **75%** of your PC yield and up to **100%** of the Established Price.

PLAN OF INSURANCE

Tobacco-Guaranteed Production Production guarantee based on individual yield history as reported to FSA. RMA obtains this data from FSA and uses it to establish the Producer Classification. This results in a one-year lag in data used (i.e., 2001 data wasn't available until mid-2002 for use in establishing Producer Classifications for 2003).

Basic Unit All the insured tobacco acreage in a county that is identified by a single FSA farm serial number, by share.

LATE PLANTING

This provision provides protection on acreage that is planted after the final planting date. Please consult a crop insurance agent for details.

LOSS EXAMPLE

(Based on a Producer Classification yield of 2000 lbs/ac, 75% coverage level, 100% established price, and one basic unit.)

2000	pounds per acre yield
<u>x .75</u>	coverage level
1500	pounds guarantee*
<u>- 500</u>	pounds per acre actually produced
1000	pounds per acre loss
<u>x \$1.67</u>	price election
\$1670	gross indemnity*
<u>- \$71</u>	estimated premium per acre (varies by county)
\$1599	net indemnity*

*Figures shown on a per acre basis; yield guarantees and losses are paid on a unit basis. See policy provisions.

ADMINISTRATIVE FEES

These fees are charged in addition to the insurance premium. The insurance premium is subsidized by USDA.
Catastrophic (CAT) Coverage: \$100/crop/county. (No insurance premium is charged for CAT coverage.)
Additional Coverage: \$30/crop/county.

The U.S. Department of Agriculture (USDA) prohibits discrimination in all its programs and activities on the basis of race, color, national origin, gender, religion, age, disability, political beliefs, sexual orientation, and marital or family status. (Not all prohibited bases apply to all programs.) Persons with disabilities who require alternative means for communication of program information (Braille, large print, audiotape, etc.) should contact USDA's TARGET Center at 202-720-2600 (voice and TDD).

To file a complaint of discrimination, write USDA, Director, Office of Civil Rights, Room 326W, Whitten Building, 14th and Independence Avenue, SW, Washington, DC 20250-9410 or call (202) 720-6964 (voice or TDD). USDA is an equal employment opportunity provider and employer.