

# St. Paul Regional Office — St. Paul, MN

Revised July 2020

# Wheat

## Iowa

### Crop Insured

You can insure wheat if:

- It is grown on insurable acreage;
- You have a share; and
- It is planted for harvest as grain.

### Counties Available

See counties available in the actuarial documents at [webapp.rma.usda.gov/apps/ActuarialInformationBrowser2021/CropCriteria.aspx](http://webapp.rma.usda.gov/apps/ActuarialInformationBrowser2021/CropCriteria.aspx). The crop may be insurable in other counties by written agreement if specific criteria are met. Contact an insurance agent for more details.

### Causes of Loss

You are protected against the following:

- Adverse weather conditions such as hail, frost, freeze, wind, drought, and excess moisture;
- Failure of irrigation water supply, if caused by an insured cause of loss during the insurance period;
- Fire, if due to natural causes;
- Plant disease and insects, but not damage due to insufficient or improper application of pest or disease control measures; or
- Wildlife.

### Insurance Period

Insurance coverage begins on the later of:

- The date we accept your application; or
- The date you plant the wheat.

Insurance coverage ends at the earliest of:

- Total destruction of the crop;
- Harvest of the unit;
- Final adjustment of a loss;
- Abandonment of the crop; or
- October 31, 2021.

### Important Dates

Sales Closing (Winter).....September 30, 2020  
Cancellation ..... September 30, 2020  
Production Reporting.....November 14, 2021  
Acreage Reporting (Winter) ..... December 15, 2020  
Sales Closing (Spring) ..... March 15, 2021

Acreage Reporting (Spring).....July 15, 2021  
Final Planting.....Varies by county

### Reporting Requirements

**Acreage Report** - You must report all of your wheat acreage in the county by the acreage reporting date.

### Coverage Levels and Premium Subsidies

Crop insurance premiums are subsidized as shown in the following table. For example if you select the 75-percent coverage level for an Enterprise Unit, the premium subsidy is 77 percent, and your premium share is 23 percent of the base premium.

Coverage Level (percent)		50	55	60	65	70	75	80	85
Subsidy Factor	Enterprise Unit	80	80	80	80	80	77	68	53
	Basic Unit	67	64	64	59	59	55	48	38
	Optional Unit	67	64	64	59	59	55	48	38
	Whole Farm Unit	80	80	80	80	80	80	71	56

### Projected and Harvest Price

The prices are based on the Commodity Exchange Price Provisions (CEPP) and are published in the actuarial documents. See the CEPP on the RMA website at [www.rma.usda.gov/Policy-and-Procedure/Insurance-Plans/Commodity-Exchange-Price-Provisions-CEPP](http://www.rma.usda.gov/Policy-and-Procedure/Insurance-Plans/Commodity-Exchange-Price-Provisions-CEPP).

### Unit Division

**Basic Unit (BU)** - A basic unit includes all of your insurable wheat acreage in the county by share arrangement. Premium discounts apply.

**Optional Unit (OU)** - If a basic unit consists of two or more sections of land, and certain recordkeeping requirements are met, you may apply for optional units by section.

**Enterprise Unit (EU)** - Generally, all the insured crop acreage, or all insurable irrigated or non-irrigated crop acreage, in a county. Premium discounts apply.

**Whole Farm Unit (WU)** - Generally, all the insured crops in the county that are covered by the insurance plan. Premium discounts apply.

## Insurance Plans

**Yield Protection** - Protects against a production loss. The harvest price is not used.

**Revenue Protection** - Protects against loss of revenue due to a production loss, change in price, or a combination of both.

**Revenue Protection with Harvest Price Exclusion** - Protects against loss of revenue due to a production loss, price decline, or a combination of both.

**Catastrophic Coverage (CAT)** - Covers 50 percent of your APH yield and 55 percent of the projected price.

## Endorsements and Options

**Winter Wheat Coverage Endorsement** - provides coverage for fall seeded wheat between the time coverage begins and the spring final planting date. This is available only in counties where both a fall final planting date and spring final planting date are provided and is not available under CAT coverage.

**Supplemental Coverage Option (SCO)** - provides additional coverage for a portion of your underlying crop insurance policy deductible.

**Yield Cup Option** - Prevents your approved APH yield from decreasing by more than 10 percent from the prior year's approved APH yield. Not available with CAT policies.

**Multi-County Enterprise Unit Endorsement (MCEU)** - Allows you to combine all your insurable acreage of the same insured crop, by irrigation practice, if applicable, in two contiguous counties in the same state into one enterprise unit. To be applicable, your acreage in one county must qualify independently for an enterprise unit and your acreage in the other county must not qualify for an enterprise unit.

**APH Yield Exclusion Option** - Allows you to exclude actual yields from your APH for select counties, and contiguous counties, in years that had an average county yield of at least 50 percent below the average county yield of the ten previous crop years. Available with CAT or buy-up policies.

## Replant Provisions

You may receive a replant payment if:

- It is practical to replant;
- The appraisal does not exceed 90 percent of your guarantee; and
- You replant at least 20 acres or 20 percent of the unit.

Replant payments are not available on acreage initially planted before the earliest planting date, in counties where only winter wheat is insurable, or on CAT policies.

## Late and Prevented Planting

**Late Planting Period** - For fall planted wheat, the late planting period begins the day after the final planting date and ends 15 days after the final planting date. The late planting period is not applicable for the Winter Coverage Option.

For spring planted wheat, the insurance guarantee is reduced by one percent for each day after the final planting date. After 25 days, the guarantee is 60 percent. You may increase your prevented planting coverage for an additional premium to a level specified in the actuarial documents.

**Prevented Planting** - You may receive a prevented planting payment if you are unable to plant on or before the final planting date or within any applicable late planting period because of an insurable cause. Prevented planting is not available for winter wheat in a county where spring wheat is also insurable. Additional prevented planting coverage is not available on CAT policies.

## Loss Example (Winter Wheat)

This example assumes a 40 bushels per acre APH yield, 75-percent coverage level, 100 percent of the projected price, and basic unit coverage with a projected price of \$4.94 per bushel and a harvest price of \$5.21 per bushel.

### Yield Protection Example

	40	Bushels per acre APH yield
x	0.75	Coverage level
	30	Bushels per acre guarantee
-	15	Actual bushels harvested
	15	Bushels per acre loss
x	\$4.94	Projected price (est.-announced in Sept. 2020)
	\$74.10	<b>Indemnity</b>

### Revenue Protection Example

	30	Bushels guarantee (see prior example)
x	\$4.94	Projected price (est.-announced in Sept. 2018)
	\$148.20	Guarantee
	15	Actual bushels harvested
x	\$5.21	Harvest price (est. - announced in Aug. 2020)
	\$78.15	Revenue
	\$148.20	Guarantee
-	78.15	Revenue
	\$70.05	<b>Indemnity</b>

Figures shown on a per acre basis. Guarantees and losses are paid on a unit basis. Your premium will be deducted from any indemnity payment. See policy provisions.

## Where to Buy Crop Insurance

All multi-peril crop insurance, including CAT policies, are available from private insurance agents. A list of crop insurance agents is available on the RMA website at [www.rma.usda.gov/en/Information-Tools/Agent-Locator-Page](http://www.rma.usda.gov/en/Information-Tools/Agent-Locator-Page).

## Contact Us

USDA/RMA  
St. Paul Regional Office  
30 7th Street East, Suite 1890  
St. Paul, MN 55101  
**Phone:** (651) 290-3304  
**Fax:** (651) 290-4139  
**Email:** [rsomn@usda.gov](mailto:rsomn@usda.gov)

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