



Risk Management

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USDA / RMA

Federal Crop Insurance Programs

Like Agriculture Itself, USDA/RMA
Crop Insurance Programs are Dynamic...



The information in this presentation does not replace or supersede any procedures or modify any provisions contained in the complete insurance policies.



Program Sponsorship, Coordination, and Delivery

The USDA and RMA websites offer information and tools to help producers make better decisions about managing risk and using Federal crop insurance programs.

www.RMA.USDA.gov



The screenshot shows the USDA Risk Management Agency website. At the top, it features the USDA logo and the text "Risk Management Agency, United States Department of Agriculture". Navigation links include "About RMA", "Field Offices", "Contact Us", and "¡En Español!". A search bar is located on the right. Below the header, there are sections for "Popular Topics" (listing various agricultural topics), "Quick Links" (providing shortcuts to key services), and "RMA's Priorities" (highlighting current focus areas). A central image collage shows various farm products like wheat, a chicken, a cow, corn, and tomatoes. On the right side, there is a date "Wednesday 11/13/2013" and a featured article titled "RMA Announces Risk Management Education Awards". At the bottom, there are sections for "Risk in Agriculture" and "Associated Agencies and Organizations with MOUs".

- Risk in Agriculture**
- Crop Policies
 - Disaster Assistance
 - Government Programs & Risk Program Provisions
 - Risk Management Overview
 - Risk Management Strategies

Associated Agencies and Organizations with MOUs

[USDA](#) | [FAS](#) | [FSA](#) | [NRCS](#) | [NASS](#) | [FFA](#) | [NCIS](#)

Associated Partners and Resources

- Agriculture Production
- Ag Risk Education Library
- Commodity Futures Trading Commission



Program Sponsorship, Coordination, and Delivery

RMA Purpose:
To promote, support,
and regulate sound
risk management
solutions to preserve
and strengthen the
economic stability of
America's agricultural
producers.





When you buy insurance for this...



Is this what you are hoping for?





Why are we mad when we don't receive a payment on livestock or range insurance?

- **Use insurance as a tool to mitigate risk not as a speculative money making strategy.**



Pasture, Rangeland and Forage Pilot- Overview

Intended Use - Grazing

- Established acreage of perennial forage
- Intended for grazing by livestock
- Acreage must be suitable for grazing

Intended Use - Haying

- Established acreage of perennial forage
- Intended for haying
- Acreage must be suitable for haying

Pasture, Rangeland and Forage Pilot- Overview

- Area plans only –
Losses cover an area called a grid
- No individual coverage –
Does NOT measure actual individual production
- Index – based on deviation from
normal/historical
- No loss adjustments, records, etc.
- Timely payments
- Does not reward poor management practices –
Producer cannot influence outcomes/losses



PRF *2015 Program Results

State	Policies	Acres Insured	Liability	Indemnities	Loss Ratio
CA	508	3.0M	\$44.5M	\$18.4M	1.49
ID	15	94,000	\$2.0M	\$687,648	1.69
NV	65	1.8M	\$26.9M	\$17.1M	2.57
UT	14	354,000	\$2.9M	\$1.1M	1.89
WY	173	1.5M	\$12.1M	\$326,891	.14
All U.S.	20,801	54.7M	\$1.0B	\$26.1M	.58



New for 2016

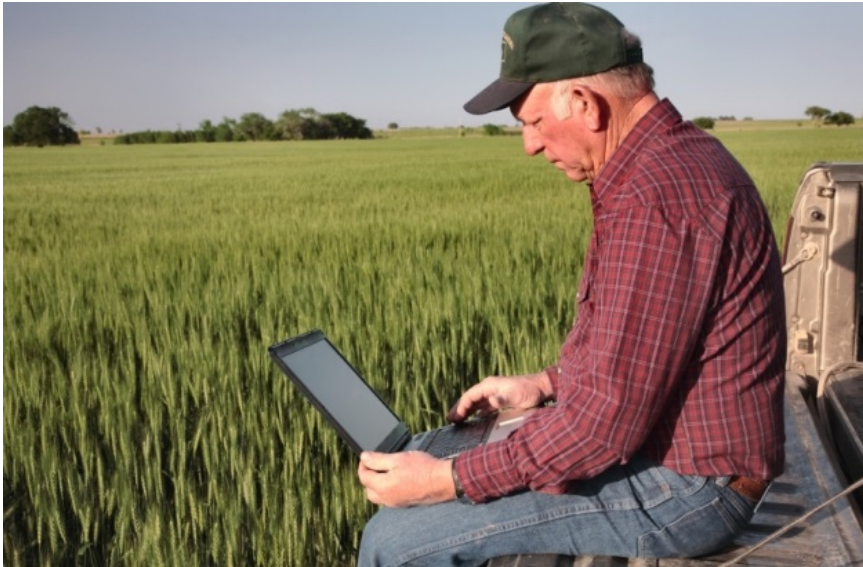
- **Vegetation index no longer used**
 - OR, ID, UT, WY, NV, AZ, NM and part of CO
- **Rainfall index used in all states**
 - 2016 crop year

Rainfall Index

- National Oceanic and Atmospheric Administration Climate Prediction Center
 - NOAA CPC Data
- Grid is approximately 17X17 miles
- Must select at least two 2-month periods

Supplemental Information -RMA Website

- Grid ID Locator
- Historical Indices Tool
- Decision Support Tool



Evaluation



A hand holding a gold pen is positioned over a green sticky note. The note contains a checklist with four empty square boxes on the left and four corresponding labels on the right: Excellent, Good, Average, and Poor.

<input type="checkbox"/>	Excellent
<input type="checkbox"/>	Good
<input type="checkbox"/>	Average
<input type="checkbox"/>	Poor

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www.uwyoextension.org/ranchtools

