



United States
Department of
Agriculture

Farm Production
and Conservation

Risk
Management
Agency

Valdosta Regional
Office

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June 28, 2019

INFORMATIONAL MEMORANDUM

TO: Reinsured Companies Servicing Alabama, Florida, and Georgia

FROM: Davina S. Lee /s/
Director, Valdosta Regional Office

SUBJECT: 2019 Regional Approved Insurance Provider (AIP) Underwriting
Guidelines for Pecan Revenue Policies in Alabama, Florida, and Georgia -
Correction

BACKGROUND:

On February 20, 2019, the Valdosta RO issued an Informational Memorandum with procedures for AIPs to use when underwriting insurance guarantees for hurricane-damaged pecan orchards. These procedures may be used in lieu of requesting a RO Determined Yield on policies entering the second year of their two-year coverage module.

Database values and approved revenues are reported to RMA through the Policy Acceptance and Storage System (PASS). For crop year 2019, the Informational Memorandum provided the special case indicator AIPs were to use in PASS when the Alternative Procedure for RO Determined Yield Requests was applied.

This memorandum provides a correction for reporting databases to PASS.

ACTION:

Reporting Databases to PASS.

Section 4 of the 2019 Informational Memorandum instructed AIPs to report Special Case Yield Indicator "PB" and Yield Limitation Flag "11" when reporting databases to PASS when the underwriting guideline procedures were used for determination of the Approved Average Revenue. Special Case Yield Indicator "PB" will cause a PASS error to occur for the submission of P15 yield records for pecan revenue. To correct this error, the AIP should submit the P15 record data using Special Case Yield Indicator "PS" and Yield Limitation Flag "11".

If you have any questions or if we can be of any assistance, please contact our office.

Disposal date: January 31, 2020.