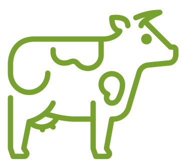
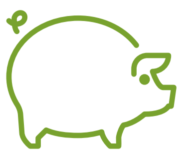
CROP INSURANCE PROTECTION FOR AMERICA'S RANCHERS

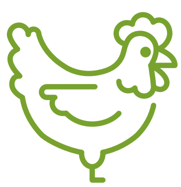
CROP INSURANCE 101

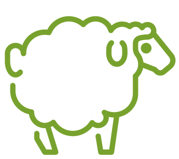
Produce and other specialty crops aren't the only non-traditional crop that is covered by crop insurance. **Pasture, rangeland, and forage (PRF) insurance** helps farmers when they don't receive the expected rainfall needed to keep their pastures productive for feeding livestock.

Other insurance policies available through the Federal crop insurance program to protect livestock pastures include:









Livestock Gross Margin (LGM)

Available to cattle, dairy, and swine producers. The gross margin – an indicator of profitability – is the difference between revenue from livestock sales minus feed costs. LGM policy uses futures prices to determine the expected gross margin and the actual gross margin to provide protection against the loss of gross margin on cattle.

Livestock Risk Protection (LRP)

Available on feeder/fed cattle and swine. LRP is designed to insure against declining market prices. Producers choose a coverage level and insurance period that matches the time the livestock would normally be marketed. If at the end of the insurance period the actual ending value is below the coverage price, an indemnity is paid for the difference between the coverage price and the actual ending value.

Dairy Revenue Protection (DRP)

Designed to insure against unexpected declines in the quarterly revenue from milk sales relative to a guaranteed coverage level.

> "We use crop insurance on everything that's insurable."
> – Gary Silva, California Rancher