

United States Department of Agriculture	INFORMATIONAL MEMORANDUM NO: IS-09-009			
Risk Management Agency	TO:	All Approved Insurance Providers All Risk Management Agency Field Offices All Other Interested Parties		
1400 Independence Avenue, SW Stop 0801 Washington, DC 20250-0801	FROM:	William J. Murphy Acting Administrator	/s/ William J. Murphy	6/18/2009
	SUBJECT:	Claims Advisory – Farm Service Agency (FSA) Acreage Reports and Prevented Planting Determinations		

BACKGROUND:

Insured producers may be eligible for prevented planting payments if the inability to plant is due to an insured cause that occurs during the insurance period. Insured producers must prove and approved insurance providers (AIPs) must determine prevented planting eligibility and indemnities according to Federal Crop Insurance Corporation (FCIC) issued policies and procedures.

FSA has received documentation indicating some AIPs are basing their prevented planting determinations solely on FSA determinations. Reports indicate agents or loss adjusters may be directing producers to report prevented planting acreage to FSA to support a crop insurance indemnity or to appeal the denial of a prevented planting claim. FSA procedures regarding the approval of prevented planting acreage differ from FCIC-issued policy provisions and procedures (Prevented Planting Loss Adjustment Standards Handbook, FCIC-25370).

ACTION:

Federal crop insurance policies do not require insured producers to report acreage to FSA. AIPs must independently determine prevented planting eligibility and payments based on FCIC-issued policies, procedures, information provided by the insured producer, and other generally available supporting evidence such as weather records, etc. If the producer elects to report acreage to FSA, the AIPs may use the FSA acreage report as supporting documentation only and must not rely on the FSA acreage reports as the only evidence supporting or denying a prevented planting claim. Any person claiming FCIC, the Federal crop insurance program, or the Risk Management Agency <u>requires</u> a report of acreage to FSA is misrepresenting FCIC-issued policy provisions and procedures.

INFORMATIONAL MEMORANDUM NO: IS-09-009



DISPOSAL:

This memorandum is in effect until December 31, 2009.