



United States  
Department of  
Agriculture

Farm Production  
and Conservation

Risk  
Management  
Agency

Beacon Facility  
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April 22, 2019

**INFORMATIONAL MEMORANDUM: PM-19-022**

**TO:** All Approved Insurance Providers  
All Risk Management Agency Field Offices  
All Other Interested Parties

**FROM:** Richard H. Flournoy  
Deputy Administrator

**SUBJECT:** Dairy Revenue Protection Revisions

**BACKGROUND:**

The Federal Crop Insurance Corporation's Board of Directors (Board) approved revisions of the Dairy Revenue protection (DRP) plan of insurance on November 15, 2018. American Farm Bureau Insurance Services, Inc., owners of the DRP plan of insurance, requested the revisions. The Board approved the following revisions:

- Coverage Level Adjustments - Removed the 70 and 75 percent coverage levels
- Modified the minimum declared butterfat from 3.50 to 3.25 making the range 3.25 – 5.00 pounds
- Modify the minimum declared protein from 3.00 to 2.75 making the range 2.75 – 4.00 pounds
- Remove the declared butterfat test to declared protein test ratio
- Extended the cutoff time for RMA to publishes the daily offers from 4:00 to 4:30

**ACTION:**

The following 2020 reinsurance year DRP materials will be available by close of business and may be accessed on the RMA website via the Livestock page at:

<https://www.rma.usda.gov/en/Topics/Livestock>

- 2020 DRP Policy
- 2020 DRP Commodity Exchange Endorsement
- 2020 DRP Insurance Standards Handbook

If you have any questions, please contact Cody Lovercamp or Michael Ciliege, Product Administration and Standards Division at (816) 926-7387.

**DISPOSAL DATE:**

December 31, 2020