



# INSURE MY DAIRY

## DAIRY REVENUE PROTECTION



**APPROVED AND AVAILABLE IN ALL COUNTIES IN ALL 50 STATES**

*Dairy Revenue Protection (DRP) is designed to insure against unexpected declines in the quarterly revenue from milk sales relative to a guaranteed coverage level. The expected revenue is based on futures prices for milk and dairy commodities and the amount of covered milk production elected by the dairy producer. The covered milk production is indexed to the state or region where the dairy producer is located.*

### **WHAT KIND OF COVERAGE LEVELS ARE AVAILABLE?**

Coverages are selected from **70% to 95%** of the expected quarterly revenue in five percent increments. The premium subsidy percent varies with the coverage level percent in a range from 59% (at the 70% coverage level) to 44% (at the 95% coverage level).

## WHAT ARE THE PRICING OPTIONS?

Dairy-RP offers two revenue pricing options:



**Class Pricing Option** uses a combination of Class III and Class IV milk prices as a basis for determining coverage.



**Component Pricing Option** uses the component milk prices for butterfat, protein and other solids as a basis for determining coverage and indemnities. The butterfat and protein test percentage may be selected to establish the insured milk price.

## ESTABLISHING COVERAGE & ENDING MILK PRICES/YIELD

Coverage is established by adding quarterly coverage endorsements to the policy. The sales period begins each day when the coverage prices and rates are validated and published on RMA's website by 4:00 p.m. CT of the following business day in which you can purchase quarterly endorsements. If expected milk and dairy commodity prices are not available on the RMA website by 4:00 p.m. CT, then Dairy-RP will not be offered for sale for the insurance period.

The actual ending milk or component values are based on the monthly average prices announced by USDA's Agricultural Marketing Service. Actual ending values are posted on RMA's website at the end of the insurance period. The milk yields are based upon USDA's National Agricultural Statistics Service Milk Production report.

## CAUSES OF LOSS

Dairy-RP provides insurance only for the difference between the final revenue guarantee and actual milk revenue, times actual share and protection factor, caused by natural occurrences in market prices and yields in the pooled production region. Dairy-RP does not insure against death of dairy cattle, loss or destruction of your cattle due to other factors, or any other loss or damage of any kind whatsoever.

## QUARTERLY INSURANCE PERIOD & BUYING A POLICY

The quarterly insurance period contains the three-month periods corresponding to one of eight quarters for which coverage is available under the quarterly coverage endorsement.

Insurance attaches when a quarterly coverage endorsement is purchased. Multiple quarterly coverage endorsements may be purchased with one application. Insurance coverage starts the day you purchase a quarterly coverage endorsement.

*The description of coverage in this document is for informational purposes only. Actual coverages will vary based on the terms and conditions of the policy issued. The information described herein does not amend, or otherwise affect, the terms and conditions of any insurance policy issued by InsureMyDairy or any of its subsidiaries.*