

MINUTES
OF THE
MEETING OF THE BOARD OF DIRECTORS
OF THE
FEDERAL CROP INSURANCE CORPORATION

A meeting of the Board of Directors (Board) of the Federal Crop Insurance Corporation (FCIC) was held on September 19-20, 2012, in Room G28D, 6501 Beacon Drive, Kansas City, MO. The public was invited to attend the open session portion of the meeting.

Meeting
September 19-20,
2012

The meeting was called to order at 1:00 pm on September 20, 2012 in open session.

Call to Order
Public Session

The Board then immediately went into executive session to discuss confidential matters with Risk Management Agency (RMA) staff and submitters of products under section 508(h) of the Federal Crop Insurance Act (FCIA).

Executive Session

The open session of the Board reconvened at 11:00 am on September 20, 2012.

Reconvene Public
Session

David Grahn read the recitation to all members of the Board to advise the Board of its responsibilities in representing the interests of the FCIC and USDA.

Recitation

The Chairman requested Board members to introduce themselves. Present were Joe Glauber, Chief Economist and Chairperson, USDA; Ellen Linderman, Luis Monterde, and Maggie Goode, constituting a statutory quorum; and Bill Murphy, Manager, and Cindy Spoor, Secretary, FCIC.

Present

Also present were David Grahn (phone) of the Office of General Counsel; Barbara Leach, Associate Administrator, Mike Alston, Tim Hoffman, Tom Worth, Bill Bing, Matt Kamphoefner, Sydnee Chattin, Margo Erny, Leiann Nelson, Pat Engel, Patrick Scates, Tim Davis, and Ron Lundine of RMA; Stanley Fletcher, UGA; Ken Ackerman (phone), Olsen, Frank and Weeda; Ken Harrison; Alex Offerdahl (phone), Watts and Assoc.; Jim Driscoll; Clif Parks and Keith Schumman, Agrilogic; Jeff Donoho, Donoho Insurance Agency and Bruce Sherrick (phone), integrated Financial Analytics & Research LLP.

Chairman Glauber asked Bill Murphy, FCIC Manager for the Manager's Report. Mr. Murphy stated that the Manager's Report is available on line at www.rma.usda.gov and noted that; RMA has received many drought related questions from producers and approved insurance providers (AIPs). To assist in answering these questions, RMA has developed a document "2012 Drought

Manager's Report

Questions and Answers.” This document is available on the RMA Website; and RMA issued a statement of work for development of an insurance program for tart cherries. The solicitation closed on September 10, and the Product Design Branch will review the proposals submitted by the contractors.

Hearing no objection, Dr. Glauber agreed to dispense with a reading of the Manager’s Report. (Exhibit 4092)

A motion was made and seconded to dispense with the reading of the Minutes and to approve the Minutes of the meeting of the Board held on August 9, 2012.

Dispense with Reading – Minutes

The motion carried. (Exhibit 4093)

Approved

The Chairman brought to the floor Docket Nos.;

Reimbursement Requests
Annual Forage

CI Reimbursement Request – Annual Forage 09-20-12 01;

CI Reimbursement Request – Apiculture 09-20-12 01;

Apiculture

CI Reimbursement Request – Camelina Plan of Insurance 09-20-12 01;

Camelina

CI Reimbursement Request – Fresh Market Beans Plan of Insurance 09-20-12 01;

Fresh Market Beans

CI Reimbursement Request – Oyster Group Risk Plan of Insurance 09-20-12 01;

GRP Oysters

CI Reimbursement Request – Sugarcane Group Risk Plan of Insurance 09-20-12 01;

GRP Sugarcane

CI Reimbursement Request – Louisiana Sweet Potato Plan of Insurance 09-20-12 01;

Louisiana Sweet Potato

CI Reimbursement Request – Cottonseed Price Endorsement Plan of Insurance 09-20-12;

Cottonseed Price Endorsement

CI Reimbursement Request – Popcorn Revenue Plan of Insurance 09-20-12 01;

Popcorn Revenue

CI Reimbursement Request – Pulse Crop Revenue Plan of Insurance 09-20-12 01;

Pulse Crop Revenue

CI Reimbursement Request – Specialty Canola Plan of Insurance 09-20-12 01;

Specialty Canola

CI Reimbursement Request – Specialty Corn Plan of Insurance 09-20-12 01;

Specialty Corn

CI Reimbursement Request – Specialty Trait Soybeans Plan of Insurance 09-20-12 01;	Specialty Trait Soybeans
CI Reimbursement Request – High-Risk Alternate Coverage Endorsement Plan of Insurance 09-20-12 01;	High-Risk Endorsement
CI Reimbursement Request – Trend Adjusted Actual Production History Yield Endorsement Plan of Insurance 09-20-12 01;	Trend Adjusted APH
CI Research and Development Reimbursement Request – Olive Actual Production History Plan of Insurance 09-20-12 01;	Olive APH R&D
CI Maintenance Reimbursement Request – Olive Actual Production History Plan of Insurance 09-20-12 01;	Olive APH Maintenance
CI Research and Development Reimbursement Request – Texas Citrus Tree Plan of Insurance Program 09-20-12 01; and	Texas Citrus Tree R&D
CI Maintenance Reimbursement Request – Texas Citrus Tree Plan of Insurance 09-20-12 01.	Texas Citrus Tree Maintenance

The Chair offered the following resolution, which was seconded, for adoption:

RESOLVED, that pursuant to the information contained in the dockets listed herein, as well as other materials that were submitted to the Board on this matter, the Board hereby approves the requested reimbursement of research and development or maintenance costs using established guidelines in the Approved Procedures for Determining Reasonableness of Reimbursement Expenses for 508(h) and Concept Proposal Submissions as authorized under section 522(b) of the Federal Crop Insurance Act in the following amounts:

\$165,508.81 for research and development costs for Docket - CI Reimbursement Request – Annual Forage Plan of Insurance 09-20-12 01, Exhibit 4094; and

\$233,802.99 for maintenance costs for Docket - CI Reimbursement Request – Apiculture Plan of Insurance 09-20-12 01, Exhibit 4095; and

\$270,816.43 for research and development costs for Docket - CI Reimbursement Request – Camelina Plan of Insurance 09-20-12 01, Exhibit 4096; and

\$19,413.50 for maintenance costs for Docket - CI Reimbursement Request – Fresh Market Beans Plan of Insurance 09-20-12 01,

Exhibit 4097; and

\$41,994.69 for maintenance costs for Docket - CI Reimbursement Request – Oyster Group Risk Plan of Insurance 09-20-12 01, Exhibit 4098; and

\$5,655.39 for maintenance costs for Docket - CI Reimbursement Request – Sugarcane Group Risk Plan of Insurance 09-20-12 01, Exhibit 4099; and

\$16,291.36 for maintenance costs for Docket - CI Reimbursement Request – Louisiana Sweet Potato Plan of Insurance 09-20-12 01, Exhibit 4100; and

\$39,368.09 for maintenance costs for Docket - CI Reimbursement Request – Cottonseed Price Endorsement Plan of Insurance 09-20-12, Exhibit 4101; and

\$47,354.66 for maintenance costs for Docket - CI Reimbursement Request – Popcorn Revenue Plan of Insurance 09-20-12 01, Exhibit 4102; and

\$340,167.32 for research and development costs for Docket - CI Reimbursement Request – Pulse Crop Revenue Plan of Insurance 09-20-12 01, Exhibit 4103; and

\$70,989.31 for research and development costs for Docket - CI Reimbursement Request – Specialty Canola Plan of Insurance 09-20-12 01, Exhibit 4104; and

\$76,910.87 for research and development costs for Docket - CI Reimbursement Request – Specialty Corn Plan of Insurance 09-20-12 01, Exhibit 4105; and

\$63,213.76 for maintenance costs for Docket - CI Reimbursement Request – Specialty Trait Soybeans Plan of Insurance 09-20-12 01, Exhibit 4106; and

\$45,479.01 for research and development costs for Docket - CI Reimbursement Request – High-Risk Alternate Coverage Endorsement Plan of Insurance 09-20-12 01, Exhibit 4107; and

\$125,621.07 for maintenance costs for Docket - CI Reimbursement Request – Trend Adjusted Actual Production History Yield Endorsement Plan of Insurance 09-20-12 01, Exhibit 4108; and

\$392,470.19 for Docket - CI Research and Development Reimbursement Request – Olive Actual Production History Plan of Insurance 09-20-12 01, Exhibit 4109; and

