SUMMARY OF CHANGES FOR THE COMMODITY EXCHANGE PRICE PROVISIONS – SECTION II – FLAX (25-CEPP-0031)

The following is a brief description of changes to the Commodity Exchange Price Provisions – Section II – Flax that will be effective for the 2025 and succeeding crop years. Please refer to the Commodity Exchange Price Provisions – Section II – Flax on the following page for complete information.

- The 2025 crop year is the first year that revenue coverage is offered for flax. Prior to the 2025 crop year, flax was insured under the Actual Production History plan of insurance.

UNITED STATES DEPARTMENT OF AGRICULTURE
Federal Crop Insurance Corporation
Commodity Exchange Price Provisions
Section II – Flax

The Commodity Exchange Price Provisions (CEPP) are an extension of the Common Crop Insurance Policy Basic Provisions and the Area Risk Protection Insurance Basic Provisions, along with the Crop Provisions, for the following crops: barley, canola (including rapeseed), corn, cotton, flax, grain sorghum, oats, rice, rye, soybeans, sunflowers, and wheat.

The CEPP has two sections. Section I - General Information, contains information relevant for all applicable crops, including definitions and common policy material. Section II contains crop-specific projected and harvest price definitions and specifications, including commodity exchanges, contracts, and discovery periods and is used in conjunction with Section I – General Information. There is a separate Section II document for each crop. This is the Section II document for flax.

Non-Organic Definitions

Projected price - The harvest year's average daily settlement price for the projected price discovery period for the harvest year's futures contract, as shown in the table below, divided by 2,205. This factor converts the ICE price from Canadian dollars per metric ton to Canadian dollars per pound. To convert into U.S. dollars per pound, obtain the average daily settlement price for the projected price discovery period for the harvest year's CME December Canadian dollar futures contract, and multiply it by the Canadian price per pound. This value is then multiplied by a factor determined by RMA and rounded to the nearest whole cent.

Harvest price - The harvest year's average daily settlement price for the harvest price discovery period for the harvest year's futures contract, as shown in the table below, divided by 2,205. This factor converts the ICE price from Canadian dollars per metric ton to Canadian dollars per pound. To convert into U.S. dollars per pound, obtain the average daily settlement price for the harvest price discovery period for the harvest year's CME December Canadian dollar futures contract, and multiply it by the Canadian price per pound. This value is then multiplied by the same factor determined for the projected price and rounded to the nearest whole cent.

FLAX – March 15 Sales Closing Date

State	Commodity Exchange	Contract Commodity	Contract Month	Projected Price Discovery Period Beginning Date	Projected Price Discovery Period Ending Date*	Harvest Price Discovery Period Beginning Date	Harvest Price Discovery Period Ending Date
Idaho	ICE	Canola	November	1-Feb	28-Feb	1-Sep	30-Sep
Minnesota	ICE	Canola	November	1-Feb	28-Feb	1-Sep	30-Sep
Montana	ICE	Canola	November	1-Feb	28-Feb	1-Sep	30-Sep
North Dakota	ICE	Canola	November	1-Feb	28-Feb	1-Sep	30-Sep
South Dakota	ICE	Canola	November	1-Feb	28-Feb	1-Sep	30-Sep

*February 28 Ending Date is extended to February 29 in leap years.

Organic (Certified) Practice Definitions

Projected price - The harvest year's average daily settlement price for the projected price discovery period for the harvest year's futures contract, as shown in the table above, divided by 2,205. This factor converts the ICE price from Canadian dollars per metric ton to Canadian dollars per pound. To convert into U.S. dollars per pound, obtain the average daily settlement price for the projected price discovery period for the harvest year's CME December Canadian dollar futures contract, and multiply it by the Canadian price per pound. This value is then multiplied by an organic flax factor determined by RMA and rounded to the nearest whole cent.

Harvest price - The harvest year's average daily settlement price for the harvest price discovery period for the harvest year's futures contract, as shown in the table above, divided by 2,205. This factor converts the ICE price from Canadian dollars per metric ton to Canadian dollars per pound. To convert into U.S. dollars per pound, obtain the average daily settlement price for the harvest price discovery period for the harvest year's CME December Canadian dollar futures contract, and multiply it by the Canadian price per pound. This value is then multiplied by the same organic flax factor determined for the projected price and rounded to the nearest whole cent.