



UNITED STATES DEPARTMENT OF AGRICULTURE
Federal Crop Insurance Corporation
Commodity Exchange Price Provisions (CEPP)
Section II – Weaned Calf Risk Protection
2024 and Succeeding Crop Years

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 crop: Weaned Calf Risk Protection.

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 Weaned Calf Risk Protection.

Section II: Price Definitions

Bounded Actual Yield – The greater of 200 pounds or the actual yield, not to exceed 750 pounds. The bounded actual yield is only used to determine the applicable price for WCRP.

Bounded Approved Yield – The greater of 200 pounds or the approved yield, not to exceed 750 pounds. The bounded approved yield is only used to determine the applicable price for WCRP.

Base Weight – 650 pounds.

Projected Price Adjustment Factor – The WCRP projected price and rates are based on the Chicago Mercantile Exchange's (CME) Feeder Cattle Contract, which is cash settled to the CME Feeder Cattle Index. The CME Feeder Cattle Contract and the CME Feeder Cattle Index are only based on the price series for steers weighing 700 to 899 pounds. Because the CME Feeder Cattle futures prices are for steers of a certain type and weight, the WCRP insurance plan uses a Projected Price Adjustment Factor to calculate the Adjusted Projected Price and Formulated Projected Price to adjust for select weights of calves. The method used for calculating the Projected Price Adjustment Factor will be available at www.rma.usda.gov/en/Policy-and-Procedure/Insurance-Plans/Livestock-Insurance-Plans.

Harvest Price Adjustment Factor – The WCRP harvest price and rates are based on the CME Feeder Cattle Contract, which is cash settled to the CME Feeder Cattle Index. The CME Feeder Cattle Contract and the CME Feeder Cattle Index are only based on the price series for steers weighing 700 to 899 pounds. Because the CME Feeder Cattle futures prices are for steers of a certain type and weight, the WCRP insurance plan uses a Harvest Price Adjustment Factor to calculate the Adjusted Harvest Price and Formulated Harvest Price to adjust for select weights of calves. The method used for calculating the Harvest Price Adjustment Factor will be available at www.rma.usda.gov/en/Policy-and-Procedure/Insurance-Plans/Livestock-Insurance-Plans.

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 tables below, adjusted to the base weight, multiplied by a regional factor, and rounded to the nearest whole cent. The projected price will be released no later than three business days following the end of the projected price discovery period. The method used for calculating the regional factor will be available at www.rma.usda.gov/en/Policy-and-Procedure/Insurance-Plans/Livestock-Insurance-Plans.

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 tables below, adjusted to the base weight, multiplied by a regional factor, and rounded to the nearest whole cent. The harvest price will be released no later than three business days following the end of the harvest price discovery period. The method used for calculating the regional factor will be available at www.rma.usda.gov/en/Policy-and-Procedure/Insurance-Plans/Livestock-Insurance-Plans.

Weaned Calves (0805) Spring Type

Adjusted Producer Projected Price – The price for each type of weaned calf corresponding to the price for a similar weighted calf as determined by AMS auction data in the appropriate region. It is determined as follows:

[(Base Weight - Bounded Actual Yield) × Projected Price Adjustment Factor + 1] × Projected Price = Adjusted Producer Projected Price

Formulated Producer Projected Price – The price for each type of weaned calf corresponding to the price for a similar weighted calf as determined by AMS auction data in the appropriate region. It is determined as follows:

[(Base Weight - Bounded Approved Yield) × Projected Price Adjustment Factor + 1] × Projected Price = Formulated Producer Projected Price

Adjusted Producer Harvest Price – The price for each type of weaned calf corresponding to the price for a similar weighted calf as determined by AMS auction data in the appropriate region. It is determined as follows:

[(Base Weight - Bounded Actual Yield) × Harvest Price Adjustment Factor + 1] × Harvest Price = Adjusted Producer Harvest Price

Formulated Producer Harvest Price – The price for each type of weaned calf corresponding to the price for a similar weighted calf as determined by AMS auction data in the appropriate region. It is determined as follows:

[(Base Weight - Bounded Approved Yield) × Harvest Price Adjustment Factor + 1] × Harvest Price = Formulated Producer Harvest Price

WEANED CALVES – January 31 Sales Closing Date: Spring Type				Projected Price Discovery Period		Harvest Price Discovery Period	
State	Commodity Exchange	Contract Commodity	Contract Month	Beginning Date	Ending Date	Beginning Date	Ending Date
Colorado	CME	Feeder Cattle	November	15-Dec	15-Jan	1-Oct	31-Oct
Nebraska	CME	Feeder Cattle	November	15-Dec	15-Jan	1-Oct	31-Oct
South Dakota	CME	Feeder Cattle	November	15-Dec	15-Jan	1-Oct	31-Oct
Texas	CME	Feeder Cattle	November	15-Dec	15-Jan	1-Oct	31-Oct