

Protect the value of your dairy's milk with **DAIRY RP.**



Dairy Revenue Protection (Dairy RP) 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.



AVAILABILITY

Dairy RP is approved for sale in all counties in all 50 states.

PRICING OPTIONS

- **Class Pricing Option** | Uses a combination of Class III and Class IV milk prices as a basis for determining coverage and indemnities.
- **Component Pricing Option** | Uses the component milk prices for butterfat, protein and other solids as a basis for determining coverage and indemnities. Under this option dairy producers may select the butterfat test percentage and protein test percentage to establish the insured milk price.

COVERAGE LEVELS & PREMIUM SUBSIDIES

Dairy producers may cover 80 percent to 95 percent of their expected quarterly revenue in five percent increments. A premium subsidy is available and is based on the coverage level selected.

Coverage level %	80	85	90	95
Premium Subsidy %	55	49	44	44

ESTABLISHING COVERAGE

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 the Risk Management Agency (RMA) website by 4:30 p.m. Central time and ends at 9:00 a.m. Central time of the following business day in which dairy producers can purchase quarterly endorsements.

If expected milk and dairy commodity prices are not available on the RMA website by 4:30 p.m., then Dairy RP will not be offered for sale for the sales period.

Dairy RP will not be sold on days where the monthly USDA Milk Production, Dairy Products, and Cold Storage reports are released. In the event of a limit movement of any milk futures expiring during the insurance period, sales of Dairy RP will be suspended.



QUARTERLY COVERAGE ENDORSEMENT

The Quarterly Coverage Endorsements correspond to the eight quarterly insurance periods available for purchase during the crop year. Producers may purchase coverage up to five nearby quarters and have multiple endorsements for the same quarterly insurance period.

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QUARTERLY INSURANCE PERIOD

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. For example, the insurance period for the January 10 sales closing date contains the quarters of April through June, July through September, October through December, January through March, and April through June.

ENDING MILK PRICES AND YIELD

The actual ending milk or component values are based upon 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;
- Other loss or destruction of dairy cattle; or
- Any other loss or damage of any kind whatsoever.

BUYING A POLICY

Dairy producers must buy Dairy RP insurance through an authorized crop insurance agent. An application can be filled out at any time. However, insurance does not attach until a quarterly coverage endorsement is bought. Dairy producers may buy multiple quarterly coverage endorsements with one application.

TO LEARN MORE:

Contact your local Compeer Financial insurance officer at (844) 426-6733. Also visit us online at compeer.com/insurance.

**Sign up for crop insurance text alerts!*
pages.compeer.com/text-message-consent.html

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