

SUMMARY OF CHANGES FOR THE RYE PRICING METHODOLOGY (24-CEPP-M0094)

The following is a brief description of changes to the Rye Pricing Methodology for the 2024 and succeeding crop years. Please refer to the Rye Pricing Methodology document below for complete information.

- The 2024 crop year is the first year that revenue coverage is offered for rye. Prior to the 2024 crop year, rye was insured under the Actual Production History plan of insurance.

UNITED STATES DEPARTMENT OF AGRICULTURE
Federal Crop Insurance Corporation
Rye Pricing Methodology



In accordance with the Common Crop Insurance Policy Basic Provisions and the Commodity Exchange Price Provisions: Section II – Rye (CEPP), rye prices are derived using a factor “determined by RMA.” The method used to determine this factor is explained in this document.

A 10-year Olympic average of market year data is used as the factor methodology for rye. To compute the factor, the National Agricultural Statistic Service (NASS) market year U.S. price received for rye is divided by the NASS market year U.S. price received for soft red winter wheat. The most recent 10 years of ratios are then averaged (using an Olympic average) to create the factor.

The factor computed above uses data from two years prior to the crop year it applies to. For example, for the 2024 market year, the factor is calculated with data from 2013-2022.