### 115TH CONGRESS H.R.5825 2D Session

To expand crop insurance available to beginning farmers and ranchers, and for other purposes.

## IN THE HOUSE OF REPRESENTATIVES

MAY 15, 2018

Mr. SEAN PATRICK MALONEY of New York introduced the following bill; which was referred to the Committee on Agriculture

# A BILL

To expand crop insurance available to beginning farmers and ranchers, and for other purposes.

1 Be it enacted by the Senate and House of Representa-

2 tives of the United States of America in Congress assembled,

### 3 SECTION 1. SHORT TITLE.

This Act may be cited as the "Whole Farm Crop In-4 5 surance Improvement Act of 2018".

#### SEC. 2. NONINSURED CROP ASSISTANCE PROGRAM. 6

7 Section 196 of the Federal Agriculture Improvement and Reform Act of 1996 (7 U.S.C. 7333) is amended-8 9

(1) in subsection (a)(2)—

(A) by adding at the end the following new
 subparagraph:

3 "(D) INCLUSION OF BEGINNING FARM-4 ERS.—The term 'eligible crop' shall include 5 each commercial crop or other agricultural com-6 modity (except livestock) produced by a begin-7 ning farmer that is ineligible for a whole farm 8 diversified risk management insurance plan 9 under section 522(c)(19) of the Federal Crop 10 Insurance Act (7 U.S.C. 1522(c)(19)) due to 11 lack of production or revenue history."; and (B) in subparagraph (A), by striking "In" 12

and inserting "Except as provided in subpara-graph (D), in";

15 (2) by adding at the end the following new sub-16 section:

17 "(m) Additional Beginning Farmer Provi-18 sions.—

19 "(1) ELIGIBILITY.—Notwithstanding any other
20 provisions of this section, the following additional
21 coverage shall be made available to any beginning
22 farmer for up to the greater of the following:

23 "(A) Four years.

24 "(B) The number of years of revenue his-25 tory required for the farmer to qualify for the

 $\mathbf{2}$ 

1	whole farm diversified risk management insur-
2	ance plan under section $522(c)(19)$ of the Fed-
3	eral Crop Insurance Act (7 U.S.C.
4	1522(c)(19)).
5	"(2) COVERAGE.—Additional coverage shall be
6	available to beginning farmers under this subsection
7	up to 75 percent, as elected by the farmer and speci-
8	fied in 5-percent increments.".
9	SEC. 3. WHOLE FARM DIVERSIFIED MANAGEMENT INSUR-
10	ANCE PLAN.
11	Section $522(c)(19)$ of the Federal Crop Insurance
12	Act is amended by adding at the end the following new
13	subparagraph:
14	"(E) Administrative and operating
15	EXPENSES.—Notwithstanding any other provi-
16	sion of this Act, the Corporation may allow ap-
17	proved insurance providers to use an alternate
18	compensation structure for the administration
19	of plans under this paragraph—
20	"(i) that compensates agents based
21	solely on the amount of time necessary to
22	write and administer such plans;
23	"(ii) that proportionally compensates
24	agents for the time necessary to write and
25	administer such a plan; or

1	"(iii) for crop adjustment claims.
2	"(F) PAPERWORK REDUCTION.—The Cor-
3	poration shall seek to ensure that the paper-
4	work requirements of agents and producers as-
5	sociated with the plan under this paragraph
6	are—
7	"(i) minimized to the maximum extent
8	possible; and
9	"(ii) actuarially sound.
10	"(G) EXPANDING OPERATIONS.—To the
11	maximum extent possible, the Corporation shall
12	ensure that all producers, including producers
13	with an expected revenue from an operation
14	that is greater than 35 percent of the revenue
15	for the previous year, are able to obtain cov-
16	erage under the plan under this paragraph.
17	"(H) Community supported agri-
18	CULTURE REPORT.—Not later than 180 days
19	after the date of the enactment of this subpara-
20	graph, the Risk Management Agency shall sub-
21	mit to Congress a report on the extent to which
22	it would be practicable to offer plans under this
23	paragraph to producers using community-sup-
24	ported agriculture for sales.

5

1	"(I) PAPERWORK REDUCTION.—The Cor-
2	poration shall conduct activities or enter into
3	contracts to carry out research and development
4	to develop a paperwork reduction policy that—
5	"(i) is only available to operations
6	with less than \$1,000,000 in revenue; and
7	"(ii) streamlines the purchase and ap-
8	proval process to the maximum extent pos-
9	sible while maintaining actuarial sound-
10	ness.
11	"(J) REPORT.—Not later than 1 year after
12	the date of the enactment of this subparagraph,
13	the Risk Management Agency shall submit a re-
14	port to Congress on the feasibility of allowing
15	producers, with respect to claims for such
16	year—
17	"(i) to exclude crop year revenue for
18	such year; and
19	"(ii) use—
20	"(I) an average of previous crop
21	years revenues; or
22	"(II) 60 percent of the county
23	average revenue.".

 $\bigcirc$