(Original Signature of Member)

115th CONGRESS 2d Session



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

## IN THE HOUSE OF REPRESENTATIVES

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

## 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. NONINSURED CROP ASSISTANCE PROGRAM.

4 Section 196 of the Federal Agriculture Improvement

5 and Reform Act of 1996 (7 U.S.C. 7333) is amended—

6 (1) in subsection (a)(2) -

7 (A) by adding at the end the following new8 subparagraph:

1	"(D) INCLUSION OF BEGINNING FARM-
2	ERS.—The term 'eligible crop' shall include
3	each commercial crop or other agricultural com-
4	modity (except livestock) produced by a begin-
5	ning farmer that is ineligible for a whole farm
6	diversified risk management insurance plan
7	under section $522(c)(19)$ of the Federal Crop
8	Insurance Act (7 U.S.C. $1522(c)(19)$ ) due to
9	lack of production or revenue history."; and
10	(B) in subparagraph (A), by striking "In"
11	and inserting "Except as provided in subpara-
12	graph (D), in";
13	(2) by adding at the end the following new sub-
14	section:
15	"(m) Additional Beginning Farmer Provi-
16	SIONS.—
17	"(1) ELIGIBILITY.—Notwithstanding any other
18	provisions of this section, the following additional
19	coverage shall be made available to any beginning
20	farmer for up to the greater of the following:
21	"(A) 4 years.
22	"(B) The number of years of revenue his-
23	tory required for the farmer to qualify for the
24	whole farm diversified risk management insur-
25	ance plan under section $522(c)(19)$ of the Fed-

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

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

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