



# SUPPLEMENTAL CROP INSURANCE COVERAGE

## PRICE-FLEX<sup>®</sup> - OVERVIEW

**Price-Flex** is a supplemental crop insurance policy that provides the potential for a higher revenue protection guarantee than the base coverage established on the underlying Revenue Protection or Area Revenue Protection plans of insurance. Producers may add one or more alternative price discovery periods (intervals), of which the highest would be used to establish the revenue guarantee for loss purposes when applicable. A Price-Flex policy may have a loss if the selected interval's price is higher than the Projected and Harvest Prices.

**The Additional Price Coverage<sup>®</sup> (APC)** interval allows a producer to purchase an additional price amount which is added to the RMA Projected Price, establishing a higher coverage price.

*\*APC not available in all states.*

**Multi-Practice Option** provides more flexibility by giving producers the ability to customize their coverage for irrigated and non-irrigated practices with distinct coverage levels.

When more than one practice exists on a policy, losses are paid on an enterprise unit by practice basis (within a county).

### Requirements

You are required to purchase an MPCI insurance policy for the crop to be insured and to establish insurable interest.

If you fail to purchase MPCI coverage, you still owe all premium for the periods you have selected.

- A producer may choose from several different options less than the price limits shown.
- We reserve the right, at our option, to reduce these maximum specific limits during the sales year if needed to satisfy capacity constraints, as well as suspend or restrict sales if trading on the applicable futures exchange is disrupted by events such as movement of prices by the maximum allowable by the exchange that prevents trading at the end of a session, or there is lack of trading.

### Coverage will apply to no more than 110% of the greater of:

1. The number of acres you intend to plant, without considering share; or,
2. The greatest number of acres planted under any MPCI policy in your county for the crop in any one of the most recent four calendar years, without considering share. These acres must not be disallowed by the premium quotation tool.

*Note: If you are planting in a county where you have no history, you may insure no more than 110% of the intended acres you declared at the time you applied for this policy. You may be required to provide evidence to support your estimate.*

### AVAILABILITY - 2018 CY

#### State/County

For a complete list of program states, contact your Hudson Crop affiliated agent or visit our website at [www.hudsoncrop.com](http://www.hudsoncrop.com).

#### Crops

- Corn (not insured as silage)
- Cotton
- Soybeans
- Spring Wheat
- Winter Wheat

*\* Other coverage restrictions may apply.*

### PRICE MOVEMENT LIMITS

Corn - \$1.00 / bu  
Wheat - \$1.50 / bu  
Soybeans - \$2.00 / bu  
Cotton - \$0.20 / lb

## Loss Payment

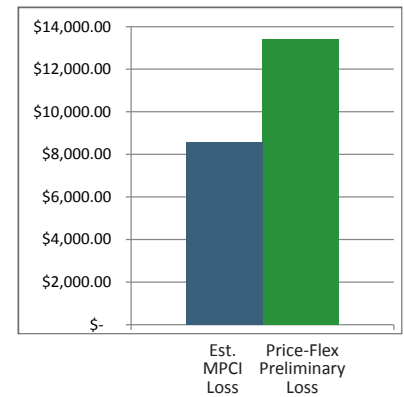
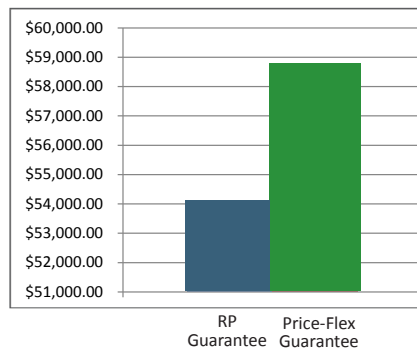
If you elect the RP plan as your MPCl coverage, any loss payment owed will be paid within 30 days after we receive the information required in the policy and we agree with you on the amount of the loss payment. If you elect the ARP plan as your MPCl coverage, any loss payment owed will be paid within 30 days after we receive the information required in the policy and RMA releases the county revenue for the ARP plan of insurance. The sum of your share of the harvest value of the crop, any indemnity paid under the MPCl program, and the amount of the Price-Flex indemnity cannot exceed the total crop value.

## By the Numbers

INTERVALS	FINAL AVERAGE PRICE	PURCHASED INTERVALS
APR 1 - 30, 2017	\$4.02	
APR 1 - 15, 2017	\$4.04	X
APR 16 - 30, 2017	\$4.00	X
MAY 1 - 31, 2017	\$4.05	X
MAY 1 - 15, 2017	\$4.04	
MAY 16 - 31, 2017	\$4.05	
JUNE 1 - 30, 2018	\$4.25	X
JULY 1 - 31, 2018	\$4.35	X
MAX INTERVAL PRICE	\$4.35	

RMA PROJECTED PRICE	\$4.00
RMA HARVEST PRICE	\$3.50
PRICE-LIMIT	\$1.00
PRICE-FLEX-PRICE (CAPPED)	\$4.35
LIABILITY ADJUSTMENT FACTOR	1.00
COVERAGE LEVEL	85%
ACRES	100
SHARE	100%
APH	159
PRODUCTION-TO-COUNT	13,000
FINAL APH	130

LIABILITY	\$13,515.00
<b>REVENUE PROTECTION CALCULATIONS</b>	
RP GUARANTEE: $85\% \times 159 \times \$4.00 \times 100$	\$54,060.00
HARVEST REVENUE: $13,000 \times \$3.50$	\$45,500.00
ESTIMATED MPCl INDEMNITY: $\$54,060 - \$45,500$	\$8,560.00
<b>PRICE-FLEX CALCULATIONS</b>	
PRICE-FLEX GUARANTEE: $85\% \times 159 \times \$4.35 \times 100$	\$58,790.25
HARVEST REVENUE: $13,000 \times \$3.50$	\$45,500.00
PRICE-FLEX PRELIMINARY LOSS: $\$58,790.25 - \$45,500$	\$13,290.25
<b>FINAL LOSS PAYMENT</b>	
PRICE-FLEX - RP: $\$13,290.25 - \$8,560$	\$4,730.25



\* To generate Price-Flex premium estimates as shown above, utilize the Agent eVantage quoting tool.

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