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AN AMENDMENT TO BE OFFERED BY REPRESENTATIVE  
Cooper OF Tennessee, OR HIS  
DESIGNEE, DEBATABLE FOR 10 MINUTES:

**AMENDMENT TO H.R. 2419, AS REPORTED  
OFFERED BY MR. COOPER OF TENNESSEE**

At the end of the bill, insert the following new title:

1 **TITLE XII—CROP INSURANCE**

2 **SEC. 1201. CONTROLLING CROP INSURANCE PROGRAM**  
3 **COSTS.**

4 (a) **ADMINISTRATIVE FEE FOR CATASTROPHIC RISK**  
5 **PROTECTION.**—Section 508(b)(5) of the Federal Crop In-  
6 surance Act (7 U.S.C. 1508(b)(5)) is amended by striking  
7 subparagraph (A) and inserting the following:

8 “(A) **BASIC FEE.**—

9 “(i) **IN GENERAL.**—Except as pro-  
10 vided in clause (ii), each producer shall pay  
11 an administrative fee for catastrophic risk  
12 protection in an amount which is, as deter-  
13 mined by the Corporation, equal to 25 per-  
14 cent of the premium amount for cata-  
15 strophic risk protection established under  
16 subsection (d)(2)(A) per crop per county.

17 “(ii) **MAXIMUM AMOUNT.**—The total  
18 amount of administrative fees for cata-  
19 strophic risk protection payable by a pro-

1                   ducer under clause (i) shall not exceed  
2                   \$5,000 for all crops in all counties.”.

3           (b) PAYMENT OF PORTION OF PREMIUM BY COR-  
4 PORATION.—Section 508(e)(2) of the Federal Crop Insur-  
5 ance Act (7 U.S.C. 1508(e)(2)) is amended—

6           (1) in subparagraph (B)(i), by striking “67 per-  
7 cent” and inserting “62 percent”;

8           (2) in subparagraph (C)(i), by striking “64 per-  
9 cent” and inserting “59 percent”;

10           (3) in subparagraph (D)(i), by striking “59 per-  
11 cent” and inserting “54 percent”;

12           (4) in subparagraph (E)(i), by striking “55 per-  
13 cent” and inserting “53 percent”;

14           (5) in subparagraph (F)(i), by striking “48 per-  
15 cent” and inserting “46 percent”; and

16           (6) in subparagraph (G)(i), by striking “38 per-  
17 cent” and inserting “36 percent”.

18           (c) REDUCTION IN PORTION OF THE PREMIUM PAID  
19 BY THE CORPORATION.—Section 508(e) of the Federal  
20 Crop Insurance Act (7 U.S.C. 1508(k)(3)) is amended by  
21 adding at the end the following:

22           “(6) PREMIUM PAYMENT INCENTIVE.—The  
23 Corporation may increase payment of a part of the  
24 premium from the amounts provided under sub-  
25 section (e)(2) by not more than 5 percent for a pol-

1       icy or plan of insurance that is not based on indi-  
2       vidual yield to provide an additional incentive to cre-  
3       ate broader use of such policies.”

4       (d) SHARE OF RISK.—Section 508(k)(3) of the Fed-  
5       eral Crop Insurance Act (7 U.S.C. 1508(k)(3)) is amended  
6       by striking paragraph (3) and inserting the following:

7               “(3) SHARE OF RISK.—The reinsurance agree-  
8       ments of the Corporation with the reinsured compa-  
9       nies shall require the reinsured companies to cede to  
10       the Corporation 22 percent of its cumulative under-  
11       writing gain or loss.”

12       **SEC. 1202. CROP INSURANCE PROGRAM COMPLIANCE.**

13       (a) USE OF UNUSED FUNDING TO IMPROVE PRO-  
14       GRAM INTEGRITY.—Section 522(e)(3) of the Federal Crop  
15       Insurance Act (7 U.S.C. 1522(e)(3)) is amended by strik-  
16       ing “the Corporation may use” through the end of the  
17       paragraph and inserting the following: “the Corporation  
18       may use—”

19               “(A) not more than \$10,000,000 for each  
20       fiscal year to improve program integrity, such  
21       as

22                       “(i) increasing the number of compli-  
23       ance personnel;

24                       “(ii) increasing compliance related  
25       training;

1                   “(iii) improving analysis tools and  
2                   technology related to compliance;

3                   “(iv) identifying, utilizing, and ex-  
4                   panding innovative compliance strategies  
5                   and technology; and

6                   “(v) developing and maintaining the  
7                   information management system developed  
8                   pursuant to section 10706(b) of the Farm  
9                   Security and Rural Investment Act of  
10                  2002 (7 U.S.C. 8002(b)); and

11                  “(B) any excess amounts to carry out  
12                  other activities authorized under this section.”.

13       (b) CONFORMING AMENDMENT REGARDING VIOLA-  
14       TION OF HIGHLY ERODIBLE LAND CONSERVATION RE-  
15       QUIREMENTS.—Section 1211(a)(1) of the Food Security  
16       Act of 1985 (16 U.S.C. 3811(a)(1)) is amended—

17               (1) by striking “or” at the end of subparagraph  
18               (C);

19               (2) by inserting “or” at the end of subpara-  
20               graph (D); and

21               (3) by adding at the end the following new sub-  
22               paragraph:

1 **SEC. 1203. REAUTHORIZATION OF, AND INCREASED EN-**  
2 **ROLLMENT AUTHORITY FOR GRASSLAND RE-**  
3 **SERVE PROGRAM.**

4 (a) **EXTENSION AND FUNDING.**—Section 1241(a) of  
5 the Food Security Act of 1985 (16 U.S.C. 3841(a)) is  
6 amended by striking paragraph (5) and inserting the fol-  
7 lowing new paragraph:

8 “(5) For each of fiscal years 2002 through  
9 2013, the grassland reserve program under sub  
10 chapter C of chapter 2.”.

11 (b) **ENROLLMENT GOALS.**—Section 1238N(b)(1) of  
12 the Food Security Act of 1985 (16 U.S.C. 3838N(b)(1))  
13 is amended by striking “2,000,000 acres” and inserting  
14 “5,000,000 acres”.