

Comparative Reference Table: Key Parameters by Crop Program Option, 2014 U.S. Farm Bill

Item	PLC (Price Loss Coverage)	County ARC (Ag Risk Coverage)	Individual ARC (Ag Risk Coverage)
Decision Framework	<i>Same For All 3 Options:</i> (1) 1 option elected for 5 years covering 2014 -18 crop years; (2) election made in 2014; (3) all FSA farm payment entities must make same choice or lose payment for 2014 crop and forced into PLC in 2015		
Decision Unit	individual program crop on individual FSA farm	individual program crop on individual FSA farm	all program crops on an individual FSA farm
Payment Acres (generic base is former cotton base)	85% of program crop base acres on a FSA farm plus generic base acres planted to program crop	85% of program crop base acres on a FSA farm plus generic base acres planted to program crop	65% of all program crop base acres on all FSA farms the payment entity elected for individual ARC plus generic base acres planted to any program crop
Base Acres	<i>Same For All 3 Options:</i> current base acres OR total current base acres allocated according to program crop's share of FSA farm's total acres planted to program crops over 2009-12 crop years		
Payment Made When	for a program crop, U.S. market year average price is less than reference price	for a program crop, actual revenue is less than ARC revenue guarantee	for whole program crop farm of payment entity, actual revenue is less than all farm ARC revenue guarantee
Payment Yield	FSA farm current counter-cyclical yield OR 90% of FSA farm average plant yield for 2008-12 crops	XXXXXX	XXXXXX
Reference Price	(see table 1)	XXXXXX	XXXXXX
Revenue Guarantee	XXXXXX	86% of program crop revenue benchmark [equals prior 5 year Olympic average (remove high and low) of county yield times prior 5 year Olympic average US crop year price]	86% of whole program crop farm revenue benchmark [equals sum of revenue benchmark for each program crop on all FSA farms of operator weighted by crop's share of total program acres]
Payment Range	reference price minus loan rate	10% of program crop revenue benchmark	10% of whole program crop farm revenue benchmark
Loan Rate	Same For All 3 Options: current rates (see table 1)		
Supplemental Insurance Coverage Option	SCO available SCO is option to buy county insurance to cover yield or revenue loss between 86% and coverage of individual policy; 65% subsidy	SCO not available	SCO not available
Payment Limit	<i>Same For All 3 Options:</i> \$125,000 per legal entity; \$250,000 for person and spouse; limit excludes gains from forfeiting nonrecourse loans; separate limit for peanuts		
AGI Limit	<i>Same For All 3 Options:</i> benefits denied to payment entities with an AGI (adjusted gross income from farm and nonfarm sources) over \$900,000		