

**AMENDMENT TO THE RULES COMMITTEE PRINT
OF H.R. 1947
OFFERED BY MR. MCGOVERN OF
MASSACHUSETTS**

Strike sections 1101(c), 1105, 1106, 1107, 1108,
and 1109.

In section 1501(f), add the following new paragraph:

1 (4) DELAY IN INITIAL PAYMENTS.—Payments
2 required under this section for fiscal years 2012,
3 2013, and 2014 shall not be distributed before Octo-
4 ber 1, 2014.

Strike sections 4005, 4007, 4018, and 4027.

Strike section 11003.

In section 11016(a), strike “2014” after “Beginning
not later than the” and insert “2015”.

In section 11016(d)(1), strike “80 percent” and in-
sert “65 percent”.

In section 11017, strike “2014” after “Effective be-
ginning with the” and insert “2015”.

At the end of title XI, add the following new section:

1 **SEC. 11025. CAP ON OVERALL RATE OF RETURN FOR CROP**
2 **INSURANCE PROVIDERS AND ON REIMBURSE-**
3 **MENTS FOR ADMINISTRATIVE AND OPER-**
4 **ATING EXPENSES.**

5 (a) CAP ON OVERALL RATE OF RETURN.—Section
6 508(k)(3) of the Federal Crop Insurance Act 26 (7 U.S.C.
7 1508(k)(3)) is amended—

8 (1) by designating paragraph (3) as subpara-
9 graph (A) and, before such subparagraph, by insert-
10 ing “(3) RISK.—”; and

11 (2) by adding at the end the following new sub-
12 paragraph:

13 “(B) CAP ON OVERALL RATE OF RE-
14 TURN.—The target rate of return for all the
15 companies combined for the 2013 and subse-
16 quent reinsurance years shall be 12 percent of
17 retained premium.”.

18 (b) ADDITIONAL CAP ON REIMBURSEMENTS.—Sec-
19 tion 508(k)(4) of the Federal Crop Insurance Act (7
20 U.S.C. 1508(k)(4)) is amended by adding at the end the
21 following new subparagraph:

22 “(G) ADDITIONAL CAP ON REIMBURSE-
23 MENTS.—Notwithstanding subparagraphs (A)
24 through (F), total reimbursements for adminis-
25 trative and operating costs for the 2013 insur-
26 ance year for all types of policies and plans of

1 insurance shall not exceed \$900,000,000. For
2 each subsequent insurance year, the dollar
3 amount in effect pursuant to the preceding sen-
4 tence shall be increased by the same inflation
5 factor as established for the administrative and
6 operating costs cap in the 2011 Standard Rein-
7 surance Agreement.”.

