

**AMENDMENT TO THE RULES COMMITTEE PRINT
OF H.R. 1947
OFFERED BY MR. BLUMENAUER OF OREGON**

Insert after section 11007 the following new section
(and redesignate subsequent sections accordingly):

1 SEC. 11008. TIERED LIMITATIONS ON PREMIUM SUBSIDIES
2 BASED ON AVERAGE ADJUSTED GROSS IN-
3 COME.

4 Section 508(e) of the Federal Crop Insurance Act (7
5 U.S.C. 1508(e)) is amended by adding at the end the fol-
6 lowing:

7 “(9) TIERED LIMITATIONS ON PREMIUM SUB-
8 SIDIES BASED ON AVERAGE ADJUSTED GROSS IN-
9 COME.—

10 “(A) DEFINITION OF AVERAGE ADJUSTED
11 GROSS INCOME.—In this paragraph, the term
12 ‘average adjusted gross income’ has the mean-
13 ing given the term in section 1001D(a) of the
14 Food Security Act of 1985 (7 U.S.C. 1308-
15 3a(a)).

16 “(B) NO PREMIUM SUBSIDY.—Notwith-
17 standing any other provision of this subtitle and
18 beginning with the 2014 reinsurance year, any

1 producer that is a person or legal entity that
2 has an average adjusted gross income in excess
3 of \$750,000 based on the most recent data
4 available from the Farm Service Agency as of
5 the beginning of the reinsurance year may not
6 receive a premium subsidy with respect to addi-
7 tional coverage under subsection (c), section
8 508B, or section 508C issued on behalf of the
9 producer for a reinsurance year.

10 “(C) REDUCED PREMIUM SUBSIDY.—

11 “(i) 20 PERCENT REDUCTION.—Not-
12 withstanding any other provision of this
13 subtitle and beginning with the 2014 rein-
14 surance year, in the case of any producer
15 that is a person or legal entity that has an
16 average adjusted gross income in excess of
17 \$500,000, but not in excess of \$750,000,
18 based on the most recent data available
19 from the Farm Service Agency as of the
20 beginning of the reinsurance year, the total
21 amount of premium subsidy provided with
22 respect to additional coverage under sub-
23 section (c), section 508B, or section 508C
24 issued on behalf of the producer for a rein-
25 surance year shall be 20 percentage points

1 less than the premium subsidy provided in
2 accordance with this subsection that would
3 otherwise be available for the applicable
4 policy, plan of insurance, and coverage
5 level selected by the producer.

6 “(ii) 10 PERCENT REDUCTION.—Not-
7 withstanding any other provision of this
8 subtitle and beginning with the 2014 rein-
9 surance year, in the case of any producer
10 that is a person or legal entity that has an
11 average adjusted gross income in excess of
12 \$250,000, but not in excess of \$500,000,
13 based on the most recent data available
14 from the Farm Service Agency as of the
15 beginning of the reinsurance year, the total
16 amount of premium subsidy provided with
17 respect to additional coverage under sub-
18 section (c), section 508B, or section 508C
19 issued on behalf of the producer for a rein-
20 surance year shall be 10 percentage points
21 less than the premium subsidy provided in
22 accordance with this subsection that would
23 otherwise be available for the applicable

1 policy, plan of insurance, and coverage
2 level selected by the producer.”.

