



Margin Protection Program

CLARK PUTMAN

MPP



- ▶ MPP expires December 2018
- ▶ Changes to MPP for 2018 enabled some producers to financially benefit from the program
- ▶ Premium costs were decreased for producers that could cover 5 million pounds of production or less (25 percent minimum)
- ▶ Producers were allowed to enroll after margins were announced for multiple months

House Version

- ▶ Dairy Risk Management Program
- ▶ Margin covered and percentage of milk to remain in effect for the duration of the 2018 Farm Bill
- ▶ Maximum margin coverage increased from \$8 to \$9 per cwt

Senate Version

- ▶ Dairy Risk Coverage
- ▶ Premium cost will be increased
- ▶ Small and medium size farm premium discount
 - < 2 mil: 50 % discount
 - 2 – 10 mil: 25 % discount