

HR 3973

AFFIRM Act

Congress: 114 (2015–2017, Ended)

Chamber: House

Policy Area: Agriculture and Food

Introduced: Nov 5, 2015

Current Status: Referred to the Subcommittee on General Farm Commodities and Risk Management.

Latest Action: Referred to the Subcommittee on General Farm Commodities and Risk Management. (Dec 1, 2015)

Official Text: https://www.congress.gov/bill/114th-congress/house-bill/3973

Sponsor

Name: Rep. Kind, Ron [D-WI-3]

Party: Democratic • State: WI • Chamber: House

Cosponsors (3 total)

Cosponsor	Party / State	Role	Date Joined
Rep. Sensenbrenner, F. James, Jr. [R-WI-5]	R · WI		Nov 5, 2015
Rep. DeLauro, Rosa L. [D-CT-3]	D · CT		Nov 16, 2015
Rep. Blumenauer, Earl [D-OR-3]	D · OR		Nov 18, 2015

Committee Activity

Committee	Chamber	Activity	Date
Agriculture Committee	House	Referred to	Dec 1, 2015

Subjects & Policy Tags

Policy Area:

Agriculture and Food

Related Bills

Bill	Relationship	Last Action
114 S 2244	Related bill	Nov 5, 2015: Read twice and referred to the Committee on Agriculture, Nutrition, and Forestry.

## **Assisting Family Farmers through Insurance Reform Measures Act or the AFFIRM Act**

This bill amends the Federal Crop Insurance Act to require the Department of Agriculture (USDA) to reduce federal crop insurance payments and disclose details regarding subsidies.

The bill prohibits premium subsidies: (1) for additional coverage for any person or legal entity that has an average adjusted gross income that exceeds \$250,000, (2) that exceed \$40,000 per year for any person or legal entity, or (3) for policies that are based on the actual market price of an agricultural commodity at the time of harvest.

The bill establishes an annual cap on total reimbursements for administrative and operating costs of crop insurance providers that begins at \$900 million for 2015 and is adjusted for inflation in each subsequent year. The overall rate of return for insurance providers is capped at 8.9%.

The bill eliminates a requirement that any renegotiated Standard Insurance Agreement (SRA) be budget-neutral. (The SRA is an agreement between USDA and the private companies that administer the federal crop insurance program that specifies details such as administrative and operating expense reimbursements and risk sharing. Eliminating the budget neutrality requirement permits USDA to use the renegotiation of the SRA to achieve savings.)

USDA must annually disclose to the public specified details regarding the recipients and amounts of federal crop insurance subsidies.

## **Actions Timeline**

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- **Dec 1, 2015:** Referred to the Subcommittee on General Farm Commodities and Risk Management.
- **Nov 5, 2015:** Introduced in House
- **Nov 5, 2015:** Referred to the House Committee on Agriculture.