Impacts of the One Big Beautiful Bill Act (OBBBA)

September 18, 2025

Agenda

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Expanded Benefits for Beginning Farmers or Ranchers (BFRs)

The definition of BFR has been updated with expanded benefits for those who qualify

Individuals who have not actively operated and managed a farm or ranch in any state, with an insurable interest in a crop or livestock as an owner-operator, landlord, tenant, or sharecropper for more than 10 crop years.

Expanded Benefits for Beginning Farmers or Ranchers (BFRs)

Those who qualify as a BFR under the updated definition may receive the following enhanced subsidies:

Enhanced Premium Subsidies by Crop Year	
Year(s)	**Premium Subsidy Rate**
Years 1-2	+15%
Year 3	+13%
Year 4	+11%
Years 5-10	+10%

Applications Deadline: November 30, 2025 for policies with Sales Closing Dates on/after July 1, 2025

Area Based Coverage Updates

Efforts to improve the affordability of area-based coverage options have been undertaken because of the One Big Beautiful Bill Act (OBBBA) and include:

Whole-Farm Revenue Protection (WFRP)	Maximum insurable coverage level increased **from 85 to 90 percent**
Supplemental Coverage Option (SCO)	Premium subsidy rate for SCO option has **increased from 65 to 80 percent** and may be **purchased regardless of Area Risk Coverage (ARC) elections** with the Farm Service Agency
Coverages Similar to SCO	For the Enhanced Coverage Option (ECO), the Margin Coverage Option (MCO), the Hurricane Protection Wind Index (HIP-WI), and the Fire Insurance Protection Smoke Index (FIP-SI) the **subsidy has increased to 80 percent**

Premium Support

The OBBBA increases the premium subsidy rates for difference insurance coverage and unit elections for policies that use the Common Crop Insurance Policy, Basic Provisions (CCIP). In some cases, subsidy rates are increasing by as much as 5% across all levels.

	Premium Subsidy Rates by Coverage Level							
Coverage Level	50%	55%	60%	65%	70%	75%	80%	85%
Optional Unit	67%	69%	69%	64%	64%	60%	51%	41%
Basic Unit	67%	69%	69%	64%	64%	60%	51%	41%
Enterprise Unit	80%	80%	80%	80%	80%	80%	71%	56%

! ***WFRP premium subsidy rates will be updated so that they are commensurate with similar levels of coverage under CCIP***

2025 Commodity Prices

Final Commodity Prices – September 2025							
Commodity (Type)	**Practice**	**State**	**Sales Closing Date**	**Projected Date Range**	**Contract Month**	**Board of Trade**	**Projected Price**
Barley (Winter)	Conventional	CO	9/30	08/15 – 09/14	July	CBOT	$4.2200
Barley (Winter)	Conventional	KS	9/30	08/15 – 09/14	July	CBOT	$4.2200
Barley (Winter)	Organic	CO	9/30	08/15 – 09/14	July	CBOT	$6.7000
Barley (Winter)	Organic	KS	9/30	08/15 – 09/14	July	CBOT	$6.7000
Rye (Winter)	Conventional	NE	9/30	08/15 – 09/14	September	CBOT	$6.3900
Rye (Winter)	Conventional	SD	9/30	08/15 – 09/14	September	CBOT	$6.3900
Rye (Winter)	Organic	NE	9/30	08/15 – 09/14	September	CBOT	$9.6200
Rye (Winter)	Organic	SD	9/30	08/15 – 09/14	September	CBOT	$9.6200
Wheat (Winter)	Conventional	CO	9/30	08/15 – 09/14	September	KCBT	$5.7500
Wheat (Winter)	Conventional	KS	9/30	08/15 – 09/14	July	KCBT	$5.6100
Wheat (Winter)	Conventional	NE	9/30	08/15 – 09/14	September	KCBT	$5.7500
Wheat (Winter)	Conventional	SD	9/30	08/15 – 09/14	September	KCBT	$5.7500
Wheat (Winter)	Organic	CO	9/30	08/15 – 09/14	September	KCBT	$11.1400
Wheat (Winter)	Organic	KS	9/30	08/15 – 09/14	July	KCBT	$10.8700
Wheat (Winter)	Organic	NE	9/30	08/15 – 09/14	September	KCBT	$11.1400
Wheat (Winter)	Organic	SD	9/30	08/15 – 09/14	September	KCBT	$11.1400

Contact Information

H&B Agency LLC will continue to provide updates and answer any questions as additional information is made available by the Risk Management Agency. Please reach out with any additional questions.

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Thank you!