



United States  
Department of  
Agriculture

December 13, 2021

Farm Production and  
Conservation

Risk  
Management  
Agency

Beacon Facility  
Mail Stop 0801  
P.O. Box 419205  
Kansas City,  
MO 64141-6205

**INFORMATIONAL MEMORANDUM: PM-21-074**

**TO:** All Approved Insurance Providers  
All Risk Management Agency Field Offices  
All Other Interested Parties

**FROM:** Richard H. Flournoy /s/ *Richard H. Flournoy*  
Deputy Administrator

**SUBJECT:** 2022 Crop Year (CY) Commodity Exchange Price Provisions (CEPP) –  
Peanuts Factors: January 31, 2022 Sales Closing Date

**BACKGROUND:**

The CEPP - Peanuts factors necessary to establish the insured's amount of protection under the peanut program for the 2022 CY are identified below. The factors are applied to the commodity prices for wheat, cotton, soybean oil, and soybean meal during the discovery period of December 15, 2021 to January 14, 2022. These factors apply only to states with a Sales Closing Date (SCD) of January 31, 2022. They are determined in accordance with the Peanut Price Methodology guidelines published and available at <https://rma.usda.gov/-/media/RMA/Policies/CEPP/2021/Commodity-Exchange-Price-Provisions---Peanuts-21-CEPP-PT.ashx>

**ACTION:**

The factor values for peanuts in states and counties with a January 31, 2022 SCD as specified in the CEPP – Peanuts document for the 2022 crop year are shown below.

The values for the exponent factors for each commodity exchange futures contract are:

Wheat	$E_{wh}$	-0.1421
Cotton	$E_{ct}$	0.2909
Soybean Oil	$E_{so}$	0.3955
Soybean Meal	$E_{sm}$	-0.1051

The values for the price constant and price weighting factors are:

Price Constant	$C$	0.1631
Price Weighting Formula	$W$	0.2504

The values for the type factors are:

Runner	$T_{ru}$	1.00
Spanish	$T_{sp}$	1.70
Valencia	$T_{va}$	1.19
Virginia	$T_{vi}$	1.19

Additionally, the factor specifications for commodities utilized to determine price volatility are as follows:

Wheat	$G_{wh}$	-0.1384
Cotton	$G_{ct}$	0.4803
Soybean Oil	$G_{so}$	0.2020
Soybean Meal	$G_{sm}$	-0.1401

The value for the volatility weighting factor is:

Volatility Weighting Factor	$V$	5.3339

**DISPOSAL DATE:**

December 31, 2022