

## NEWS RELEASE



**For Immediate Release**  
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### **FCSIC Board of Directors Approves Three Revised Policies**

McLEAN, Va., December 8, 2011 — The Farm Credit System Insurance Corporation (FCSIC or Corporation) Board of Directors today approved three revised policies and an updated Audit Committee Charter.

The Board of Directors approved a new Policy Statement Concerning Adjustments to the Insurance Premiums and a new Policy Statement on the Secure Base Amount and Allocated Insurance Reserves Accounts (AIRAs). The two policy statements, which were published for public comment in June 2011, reflect amendments to the Farm Credit Act of 1971 made by the Food, Conservation, and Energy Act of 2008, and other changed conditions.

The policy statement concerning premiums maintains the Corporation's semiannual review process as a basis for the Corporation's exercise of its discretion to adjust premiums in response to changing conditions. The policy statement concerning the secure base amount and AIRAs maintains the Corporation's general approach to questions concerning the computation of the secure base amount and allocation and payment of Allocated Insurance Reserves Accounts, with modifications to reflect the legislation and the Corporation's recent AIRAs payments.

In addition, the FCSIC Board of Directors approved the Policy on Internal Controls and Audit Coverage and the Audit Committee Charter, which update the current policy and charter.

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The Farm Credit System Insurance Corporation, an independent U.S. government-controlled corporation, ensures the timely payment of principal and interest on insured notes, bonds, and other obligations issued on behalf of Farm Credit System banks.

Note: FCSIC news releases are available on the Internet. Access the FCSIC website at [www.fcsic.gov](http://www.fcsic.gov).