

How Much Risk is Right for You and Your Operation?

**RIGHT RISK**™

**RightRisk.org**

## Evaluating Pasture, Rangeland, Forage - Rainfall Index Coverage

**P**asture Rangeland, Forage - Rainfall Index coverage (RI-PRF) is designed to offer protection against revenue losses resulting from decreased forage production, using a rainfall index to indicate low precipitation levels. The *Risk Scenario Planning* tool from RightRisk.org can, with a little creativity, be used to analyze expected net revenue under an RI-PRF policy. The resulting cumulative distribution graph provides the probability of earning a net return at or below any certain value. With this information in hand we can begin to answer questions like: "How effective is this coverage?" or "How often would it pay?" For examples using the RSP tool see **Applied Risk Analytics** "Evaluating Pasture, Rangeland, Forage - Rainfall Index Coverage" at:

**[RightRisk.org/AppliedRiskAnalytics](http://RightRisk.org/AppliedRiskAnalytics)**

The *Risk Scenario Planning* tool is one of over 30 individual risk analysis tools developed by RightRisk and available free of charge at: **[RightRisk.org/analytics](http://RightRisk.org/analytics)**.



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