

#### January 2011

#### Glenn County FSA Office

132- A North Enright Ave. Willows, CA 95988 530-934-4669 (phone) 530-934-8667 (fax) www.fsa.usda.gov

#### Hours

Monday - Friday 7:00 a.m. - 4:30 p.m.

#### **County Committee**

Ed Owens- Chairperson Eric Larrabee- Vice Chair Peter Knight- Member Tarig Khan-Advisor

County Executive Director Donald Perez

#### Farm Loan Manager Michele Larrick

#### Staff

Michele Clark Gerri Edwards Elaine Gallegos Missy Garcia Cynthia Jones Garrett Pedretti Ray Philp Judy Richter Cathy Silveira Shaleen Swanson

# Happy New Year and Welcome 2011!

### **SURE Signup**

Signup for the 2009 Supplemental Revenue Assistance Program (SURE) began Jan. 10, 2011. SURE provides benefits for farm revenue losses due to natural disasters. For SURE, all crops must be covered by crop insurance, NAP or eligible for waivers.

A farm enrolled in SURE is eligible when either:

- <u>a portion of the farm is located in a</u> <u>county covered by a qualifying</u> <u>natural disaster declaration (USDA</u> <u>Secretarial Declarations only) or a</u> <u>contiguous county; or,</u>
- the actual production is less than 50% of the normal production.

## County Committee Election Results

Congratulations to Eric Larrabee! Eric was re-elected to represent farmers from Glenn County on the county committee. The election results for Local Administrative Area 2 are:

Eric Larrabee — Elected to the county committee (COC),

Muhammad Hussain —  $1^{st}$  alternate to COC,

FSA appreciates all of the voters for taking the time to complete the election ballot. The county committee system works only because of your participation. The committee members will hold their organizational meeting in January to determine who will serve as the county committee chairman and vice-chairman.

# **Farm Reconstitutions**

For FSA program purposes, tracts having the same owner and the same operator are grouped under one farm serial number. When changes in ownership or operation take place, a farm reconstitution is necessary.

The reconstitution—or recon—is the process of combining or dividing farms or tracts of land based on the farming operation. Remember, to be effective for the current year, recons must be requested by **August 1** for farms enrolled in specific programs. Contact your FSA office to discuss the various methods of Reconstitution including.

# 2011 DCP Signup

Enrollment for the 2011 Direct and Countercyclical Program (DCP) has begun and will continue through June 1, 2011. The Glenn County Office urges producers to call us at 530-934-4669 to schedule an appointment to enroll your DCP contract.

USDA computes DCP payments using base acres and payment yields established for each farm. Eligible producers receive direct payments at rates established by statue regardless of market prices. For 2011, eligible producers may request to receive advance direct payments based on 22 percent of the direct payment. USDA will issue advance direct payments beginning Dec. 1, 2010. Counter-cyclical payments are issued only when the effective price for a commodity is below its target price. The effective price is the higher of the national average market price received during the 12-month marketing year for each covered commodity and the national average loan rate for a marketing assistance loan for the covered commodity.



# **Crop Reporting**

The annual requirement of reporting to the FSA office can be referred to as crop reporting, acreage reporting, or crop certification. Filing an accurate and timely report for all crops and land uses, including failed acreage, can prevent loss of benefits for a variety of Farm Service Agency programs. All cropland on the farm must be reported to receive benefits from the Direct and Counter-cyclical Program, marketing assistance loans and Loan Deficiency Payments.

The certification form FSA-578, Report of Acreage, must account for all cropland on a farm, whether idle or planted. The producer certification deadline for fall seeded is April 30 and spring seeded is July 15.

#### **CRP & NAP Certification**

Conservation Reserve Program acreage must be re-ported to receive annual rental payments. And, crop acreage for Non-insured Crop Disaster Assistance Program (NAP) must also be reported.

#### ACRE

Participation in ACRE requires production reports for planted acres that must be submitted for the covered commodities planted on the farm by July 15 of the year following the contract year of enrollment in ACRE. The production reports impact eligibility for ACRE payments in the current year and future year's benchmark farm yield for covered commodities.

#### **Prevented Planting:**

Prevented planting is to be reported no later than 15 calendar days after the final planting date.

#### **Failed Acreage:**

Reports of failed acreage must be filed before disposition of the crop, and producers must be able to establish to the satisfaction of the county committee that the crop failed and was prevented from being replanted through the normal planting period because of natural disaster conditions.

### **Measurement Services**

If any changes have occurred including adding a gas well, creating a pad, or leveling ground you need to have a measurement service done **before** your DCP contract is filled out in order to have your cropland acres accurate.

# Noninsured Crop Disaster Assistance Program (NAP)

The Noninsured Crop Disaster Assistance Program (NAP) is a federally funded program that helps producers reduce their risk when growing food and fiber crops, specialty crops and crops for livestock feed. These benefits are only available for crops for which the catastrophic level of crop insurance is not available. Application for coverage must be filed by the applicable crop's application closing date.

Producers with NAP coverage must remember to complete the following to qualify for benefits:

- Timely file acreage reports
- Provide proof of harvested production using acceptable methods, such as packing house receipts, farmer market sales reports, etc.
- Notifying FSA within 15 days of damaging weather event, or within 15 days of crop damage becoming apparent. (Including grasses)
- Notifying FSA prior to completion of harvest for all hand harvested crops.

#### **NAP Production Reporting**

Production records for individual crops need to be filed with our office to establish an approved NAP yield. If this is the first year you participated in NAP, you can provide production and acreage information from prior years to establish your yield. **If you participated in NAP in previous years, you must report your production and acreage on a yearly basis to keep your yield up-to-date.** Records submitted must be reliable or verifiable. We recommend producers submit production records as soon as harvest is complete. **All production records must be submitted by the subsequent crop year's final acreage reporting date.** 

### Farming Operation Changes

If you have bought or sold land, or if you have added or dropped rented land from your operation, make sure you report the changes to the office as soon as possible. You need to provide a copy of your deed or recorded land contract for purchased property. Failure to maintain accurate records with FSA on all land you have an interest in can lead to possible program ineligibility and penalties. Making the record changes now will save you time in the spring. Update signature authorization when changes in the operation occur. Producers are reminded to contact the office of a change in operations on a farm so that records can be kept current and accurate.

# Highly Erodible Land and Wetland Conservation Compliance

Landowners and operators are reminded that in order to receive payments from USDA, compliance with Highly Erodible Land (HEL) and Wetland Conservation (WC) provisions are required. Farmers with HEL determined soils are reminded of tillage, crop residue, and rotation requirements as specified per their conservation plan.

Producers are to notify the USDA Farm Service Agency prior to conducting land clearing or drainage projects to insure compliance. Failure to obtain advance approval for any of these situations can result in the loss of eligibility and all Federal payments.

# **Power of Attorney**

For those who find it difficult to visit the county office personally because of work schedules, distance, health, etc., FSA has a power of attorney form available that enables you to designate another person to conduct your business at the office. If you are interested, please contact our office or any FSA office near you for more information.

# **FSA Signature Policy**

Husbands and wives may sign documents on behalf of each other for FSA and Commodity Credit Corporation programs in which either has an interest. This option is automatically available unless a written request for exclusion is made to the county office staff by either spouse.

There are exceptions to the rule, where spouses may not sign on behalf of each other for partnerships, joint ventures, corporations or other similar entities.

Individual signatures are also required on certain Farm Loan Program and Farm Storage Facility Loan documents.

For more clarification on spousal signature authority, feel free to contact your local FSA office.

# Farm Loan Programs

The Farm Service Agency is committed to providing family farmers with loans to meet their farm credit needs. If you are having trouble getting the credit you need for your farm, or regularly borrow from FSA, direct and guaranteed loans are currently available.

Ask your lender about an FSA loan guarantee if you've had a setback and your lender is reluctant to extend or renew your loan.

# IRS Form 1099-G

Producers annually receive CCC-1099-Gs detailing payments producers have received from the Commodity Credit Corporation. The annual report of program payments on CCC-1099-Gs is a service intended to help our customers report taxable income. It is not intended to replace the producers' responsibilities to report income to IRS.

FSA staff cannot interpret IRS regulations or advise producers about which payments to report on their income tax returns. However, county office staff can review payments for accuracy.



Glenn County FSA Office 132-A North Enright Ave Willows, CA95988



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### **Special Accommodations**

Special accommodations will be made upon request for individuals with disabilities, vision impairment or hearing impairment. If accommodations are required, individuals should contact the county FSA office staff directly or by phone.

Interest Rates January 2	2011
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90-Day Treasury Bill	0.125%
Farm Operating - Direct	1.750%
Farm Ownership - Direct	4.500%
Conservation Loan	4.500%
Farm Ownership - Direct Down	
Payment, Beginning Farmer or	1.500%
Rancher	
Emergency – Actual Loss	3.750%

Producers who have signed up for a USDA eAuthentication Level 2 account will be able to access their farm data via their Customer Statement. The Customer Statement puts a range of USDA services and programs into a single report that's at your fingertips and available online, 24 hours a day, seven days a week.

It allows USDA customers to view their participation, application and payment status in various commodity and conservation programs; information on farm loans; and conservation plan and land unit information.

Dates to Remember		
Jan. 17	Martin Luther King's Birthday	
Feb. 21	George Washington's Birthday	
Mar. 6-8	CA Small Farm Conf. San Jose	
Apr. 30	Final Reporting for Wheat, Barley & Oats	

	Final Signup Dates for MAL & LDP
Jan. 31	Mohair, Peanuts, Unshorn Pelts, Wool
Mar. 31	Barley, Canola, Crambe, Flaxseed, Honey,
	Oats, Rapeseed, Wheat, Sesame Seed
May 31	Corn, Dry Peas, Grain Sorghum, Lentils,
	Mustard Seed, Rice, Safflower Seed,
	Chickpea, Soybean, Sunflower Seed