

Adair County News

August 2009

Adair County USDA Service Center

Adair County FSA

2410 S Franklin St Kirksville, MO 63501 660-665-3274 (phone) 660-665-0266 (fax) www.fsa.usda.gov/mo

Hours

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

County Committee

David Kittle Burrel Harris Frank Collop Charlene Fisher

County Committee Meets1st Wednesday of each month

Staff

Program Techs Jennifer Brummit Lisa Denton Barb Snyder Dana Thompson

Co Executive Director Philip Ayers

Farm Loan Manager Curt Corbett



Crop Reporting Deadline

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 Load 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 all crops has been extended to August 14, 2009.

CRP & NAP Certification

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

Prevented Planting and/or Failed Acreage:

For 2009, County Committee may accept requests for prevented planting and/or failed acreage. For more information, please contact the local FSA office.

DCP & ACRE Enrollment Deadline

Signup for the 2009 Direct and Counter-cyclical Payment (DCP) Program has been extended until August 14, 2009. FSA will not accept any latefiled applications. Signup in the ACRE option is also available through August 14, 2009.

FSA computes DCP Program payments using base acres and payment yields established for each farm. Eligible producers receive direct payments at rates established by statute regardless of market prices. For 2009, you may request to receive advance direct payments based on 22 percent of the direct payment for each commodity associated with the farm. Counter-cyclical payment rates vary depending on market prices and are issued only when the effective price for a commodity is statutorily set below its target price.

The electronic DCP (or eDCP) service will save you time, reduce paperwork and speed up contract

processing at FSA offices. It is available to anyone eligible to participate in the DCP Program. To access this on-line service, you must have an active USDA eAuthentication Level 2 account, which requires filling out an online registration form at http://www.eauth.egov.usda.gov followed by a visit to the local USDA Service Center for identity verification.

Wetland Compliance

Producers renting or purchasing land that may have a converted wetland status need to check with the county office to learn if there are restrictions. The last thing FSA wants to do is to deny a producer benefits due to wetland noncompliance.

Farm Bill regulations provide that, **unless exempt**, persons **are ineligible** for benefits under certain programs administered by USDA if they:

- plant an agricultural commodity on wetland that was converted after December 23, 1985
- convert a wetland after November 28, 1990

FSA may not approve any loan or loan guarantee to drain, dredge, fill, level or otherwise manipulate a wetland, or to engage in any activity that results in impairing or reducing the flow, circulation or reach of water except in the case of activity related to the maintenance of previously converted wetlands.

The following provides permitted uses and restrictions of certain wetlands for compliance with Wetland compliance provisions:

- Wetlands can be farmed under natural conditions. However, wetlands cannot be converted.
- Wetlands converted before November 28, 1990, cannot be planted to an agricultural commodity
 - and retain eligibility for benefits.
- Wetlands converted after Nov. 28, 1990, must either be restored to wetland status or mitigated to
 - regain eligibility for program benefits.
- Wetlands that can be farmed under natural conditions cannot be manipulated in any

way, unless the Natural Resources Conservation Service determines the work would have a minimal effect on the wetland values.

• Wetlands converted before December 23, 1985, can be farmed and maintained.

Additional information about wetlands is available at the USDA Service Center.

Payment Limitation Changes

Over time the payment limitation provisions have been expanded to more programs. Some of the changes in this area are listed below.

New forms for 2009 and subsequent years

Anyone that plans to participate in 2009 programs is required to submit a completed CCC-902, CCC-926, and CCC-901, if applicable, for payment eligibility and payment limitation purposes. The form used prior to 2009 was named CCC-502.

Another change for 2009, all must make a contribution in an entity

All partners, stockholders, or members with an ownership interest in the legal entity must make a contribution, whether compensated or **not** compensated, for active--*

- personal labor,
- active personal management,
- or a combination of active personal labor and active personal management to the farming operation;

*Note: there are exceptions for spouses.

For more detailed information on this and other programs please contact your local FSA office.

Livestock Indemnity Program

The Livestock Indemnity Program (LIP) provides assistance to producers for livestock deaths that result from disaster. Using funds from the Agricultural Disaster Relief Trust Fund established under section 902 of the Trade Act of 1974, the program is administered by the USDA Farm Service Agency (FSA). LIP compensates livestock owners and contract growers for livestock death losses in excess of normal mortality due to adverse weather, including losses due to hurricanes, floods, blizzards, disease, wildfires, extreme heat and extreme cold. Eligible losses must have occurred on or after Jan. 1, 2008, and before Oct. 1, 2011.

The following table provides the final dates to file a notice of loss and/or application for payment for either 2008 or 2009 livestock losses.

Date of Livestock Death	File a Notice of	Final Date to Submit an Appli- cation for Payment
Calendar Year 2008	Sept. 13, 2009	Sept. 13, 2009
Jan. 1, 2009 to Ju- ly 12, 2009	Sept. 13, 2009	Jan. 30, 2010
July 13, 2009 to Dec. 31, 2009	30 days after death is apparent	Jan. 30, 2010

For more information on available supplemental disaster assistance programs, please visit your FSA county office or <u>http://www.fsa.usda.gov</u>.

NAP Coverage

The Non-Insured Crop Disaster Assistance Program (NAP) was designed to reduce financial losses that occur when natural disasters cause a catastrophic loss of production or prevented planting of an eligible crop by providing coverage equivalent to catastrophic (CAT) insurance. Statute limits NAP to each commercial crop or agricultural commodity, except livestock, for which CAT is not available.

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

- Timely file acreage reports and keep track of harvested production using acceptable methods. For example, bale weights or other means of determining quantities of hay are required.
- File a "Notice of Loss" within 15 days of when a loss is apparent, due to drought, hail, etc.

For more information on NAP coverage please contact your nearest Farm Service Agency office.

Marketing Assistance Loans

A Marketing Assistance Loan (MAL) is available for producers who share in the risk of producing the crop. To be eligible, a producer must maintain continual beneficial interest in the crop from harvest through the earlier of the date the loan is repaid or CCC takes title to the commodity.

Beneficial interest means retaining the ability to make decisions about the commodity; responsibility for loss or damage to the commodity; and title to the commodity. Once beneficial interest in a commodity is lost, the commodity is ineligible for loan — even if the producer regains beneficial interest.

Commodity loan eligibility also requires compliance with conservation and wetland protection requirements;

beneficial interest requirements, acreage reporting and en-

suring that the commodity meets Commodity Credit Corporation minimum grade and quality standards. For commodities to be eligible they must have been produced by an eligible producer, be in existence and in a storable condition and be merchantable for food, feed or other uses as determined by CCC. The quality of the commodity in farm storage must be maintained throughout the term of the loan.

Producers do not have to participate in the Direct and Counter-Cyclical and/or ACRE Programs to be eligible for commodity loans. ACRE participants will have a 30 percent lower loan rate on production from ACRE farms.

Violating provisions of a marketing assistance loan may trigger administrative actions, such as assessing liquidated damages, calling the loan and denial of future farm-stored loans.

The most common violations are removing or disposing of a commodity being used as loan collateral without prior authorization and providing an incorrect quantity certification.

Continuous CRP Available

USDA has indicated there will not be general signups scheduled for the Conservation Reserve Program (CRP) in 2009. The budget has no available funding for CRP general signups, and instead advocates enrollment in Continuous CRP.

Environmentally sensitive acreage qualifying for the Continuous CRP will be eligible for annual rental payments and cost-share of up to 50 percent on approved practices. This program will remain funded, and continue to provide heightened environmental benefits on select areas.

Loans for the Socially Disadvantaged

FSA has a number of loan programs available to assist applicants to begin or continue in agriculture production. Loans are available for operating type loans and/or purchase or improve farms or ranches.

While all qualified producers are eligible to apply for these loan programs, the FSA has provided priority funding for members of Socially Disadvantaged Applicants.

A socially disadvantaged applicant is one of a group whose members have been subjected to racial, ethnic or gender prejudice because of his or her identity as members of the group without regard to his or her individual qualities.

For purposes of this program, socially disadvantaged groups are women, African Americans, American Indians, Alaskan Natives, Hispanics, Asian Americans, and Pacific Islanders.

If producers or their spouses believe they would qualify as socially disadvantaged, they should contact their local FSA office for details. FSA loans are only available to applicants who meet all the eligibility requirements and are unable to obtain the needed credit elsewhere.

Beginning and Limited Resource Farmers & Ranchers

FSA has a program to assist beginning farmers and or members of socially disadvantaged groups to finance agricultural enterprises. Under these designated farm loan programs, FSA can provide financing to eligible applicants through either direct or guaranteed loans. FSA defines a beginning farmer as a person who:

- Has operated a farm for not more that 10 years
- Will materially and substantially participate in the operation of the farm
- Agrees to participate in a loan assessment, borrower training and financial management program sponsored by FSA
- Does not own a farm in excess of 30 percent of the county's average size.

Each member of an entity must meet the eligibility requirements. Loan approval is not guaranteed.

Additional program information, loan applications, and other materials are available at your local USDA Service Center. You may also visit www.fsa.usda.gov and www.nrcs.usda.gov.

CPS Sign-Up

The Natural Resource Conservation Service has announced they will be holding a signup from August 10th to September 30 for the Conservation Stewardship Program. CSP was established by the 2008 Food, Conservation, and Energy Act and encourages producers to address resource concerns by installing and adopting additional conservation activities and improving or maintaining existing activities. Land that is eligible is cropland, pastureland, rangeland and nonindustrial private forest land. If you are interested please stop by your local NRCS office and see if this program can benefit you.



NRCS UPDATES

Adair County has received notification that through3





the Grassland Reserve Program we have enrolled a total of twelve hundred and fifty three acres into this program. This is the most acres total in the State of Missouri with there being one permanent easement and four rental contracts. The purpose of the GRP program is to keep those acres in a grass base and prevent urbanization from happening. These acres can still be grazed and hayed but have a few more restrictions with the program. Starting in the fall NRCS plans to have another EQIP signup. EQIP offers landowners the opportunity to introduce new practices to their operation whether it is by cost share or incentive payments. Some offered practices are nutrient, pest management, terraces, pasture and hayland planting, prescribed grazing system and animal waste practices. NRCS has not established an exact signup date but it will be posted in the field office or on our website at:<u>www.mo.nrcs.usda.gov</u>.

Selected Interest Rates for

August 2009		
90-Day Treasury Bill	0.125%	
Farm Operating Loans — Direct	3.125%	
Farm Ownership Loans — Direct	5.0%	
Farm Ownership Loans — Direct		
Down Payment, Beginning Far-	1.50%	
mer or Rancher		
Emergency Loans	3.75%	
Farm Storage Facility Loans	3.125%	
Commodity Loans 1996-Present	1.50%	

Dates to Remember		
August 14	Crop acreage reporting deadline	
August 14	ACRE sign-up deadline	
August 14	DCP sign-up deadline	
September 7	Labor Day – FSA offices closed	
Continues	Continuous Conservation Re- serve Program	

Visit our website at: www.fsa.usda.gov/mo

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