

Humboldt/Lander County FSA Office

November 2010

MaryAnn McDermett

County Executive Director 1200 E. Wmca. Blvd. Winnemucca, NV 89445 (775) 623-5025 Fax: (775) 623-1386 www.fsa.usda.gov/nv

Hours

Monday – Thursday 7:30 a.m. – 5:00 p.m. Friday 7:30 a.m. – 4:30 p.m.

State/County Staff

Carolyn Persinger

Farm Loan Chief (775) 784-5411 ext. 110

Katie Nuffer

State Program Specialist

Denise Cerri

Donna Harrer

Program Technicians

Micki Wines

Farm Loan Officer (775) 738-6445 ext. 105

County Committee

Chairman: Fred Wilkinson **Vice Chairman**: Debbie

Hummel

Members:

Susan Kern Theresa Marvel Christina Wohle

Minority Advisor:

Arlo Crutcher Meetings are held the second Tuesday of the month at 10:00 a.m. (subject to change)

CCC-927 or -928 Disclosure Form Needed by IRS

Producers who participated in 2009 or 2010 programs subject to adjusted gross income limitations (AGI) had to certify compliance with AGI rules. The average AGI verification process for 2009 and 2010 payment eligibility requires all program participants to provide written consent to IRS for the disclosure of certain information to FSA.

On October 6, 2010, a letter was mailed to producers who have not submitted either: CCC-927: "Consent to Disclosure of Tax Information-Individual Form", or CCC-928: "Consent to Disclosure of Tax Information-Legal Entity".

Individuals and legal entities, including members of legal entities, that certified to average AGI compliance for 2009 and/or 2010 payment eligibility must submit a completed CCC-927 or CCC-928 to IRS regardless of whether they received program benefits directly or as a member of a joint operation or entity. These forms must be submitted to IRS in order to avoid a demand for refund of program payments and benefits received.

Disaster Assistance Programs / Risk Management

FSA disaster assistance programs include:

- Supplemental Revenue Assistance Payments (SURE) Program
- Livestock Forage Disaster Program (LFP)
- Livestock Indemnity Program (LIP)
- Emergency Assistance for Livestock, Honey Bees, and Farm-Raised Fish (ELAP)
- Tree Assistance Program (TAP)

To be eligible for SURE, TAP, and ELAP, producers must purchase catastrophic risk protection insurance for all insurable crops, and NAP coverage for non-insurable crops.

Farm-Raised Fish means all fish being produced for sale by an eligible producer. In the case of honey, the term "farm" means all bees and beehives in all counties that are intended to be harvested for a honey crop by the eligible producer.

Producers who meet the definition of Socially Disadvantaged, Limited Resource Producer, or Beginning Farmer or Rancher, do not have to meet this risk management purchase requirement.

2011 DCP Signup

Enrollment for the 2011 Direct and Counter-cyclical Program (DCP) has begun and will continue through June 1, 2011. The Farm Service Agency (FSA) urges producers to make use of the eDCP automated website to sign up, or producers can visit the FSA office to complete their 2011 DCP contract.

Eligible producers receive direct payments at rates established by statute regardless of market prices. FSA will issue advance direct payments beginning Dec. 1, 2010.

Nevada Biofuels

FSA in Nevada hosted a *Biofuels Opportunities* Meeting on Nov. 9 in Carson City. Input was obtained from a variety of interested parties regarding infrastructure development and agricultural production issues. Comments will assist in final development of a USDA Biofuels Report being prepared in Washington, DC. Written comments may be sent to: mark.williams@nv.usda.gov or call 775-887-1222 x116.



Voting for County Committee Begins

Ballots for this year's county committee election will be mailed to eligible voters on November 5, 2010. Voters must complete their ballots and return them to the Farm Service Agency county office by the close of business on December 6, 2010. If mailed, ballots must be postmarked by midnight December 6, 2010.

Debbie Hummel is nominated in LAA 1, Humboldt County, to serve as a committee member.

Eligible voters in LAA 1 who have not received a ballot should contact the FSA county office staff.

Voter Requirements

Persons meeting requirements in 1 <u>or</u> 2, <u>plus</u> 3, below, are eligible to vote:

- **1.** Be of legal voting age and have an interest in a farm or ranch as either a) or b):
- a) an owner, operator, tenant or sharecropper, *or*
- b) a partner in a general partnership or member of a joint venture that has an interest in a farm as an owner, operator, tenant or sharecropper;
- **2.** Not of legal voting age, but supervises and conducts the farming operations on an entire farm; *and*
- **3.** Eligible to participate in any applicable FSA program that is provided by law, regardless of funding status.

Discrimination Prohibited

No person shall be denied the right to vote because of race, color, national origin, sex, religion, age, disability, political beliefs, sexual orientation or marital or family status.

NAP Deadline

Noninsured Crop Disaster applications are due at different times according to the crop being insured. Producers should apply for Noninsured Crop Disaster Assistance Program (NAP) coverage using form CCC-471 (Application for Coverage). Related service fees are due when the application is filed. The application and service fee MUST be filed by the crop sales closing date. Contact your local FSA office for the filing dates for your crops and note that for some disaster assistance programs, crop insurance or NAP coverage is required for all crops on the farm.

County Committee Farm Loan Year End Reviews

Producers that have a farm loan with FSA are reminded they must provide data for their Year-End Analysis to their loan officer each year. Borrowers are urged to provide this information timely so that their files can be maintained.

Applications for FSA Farm Loan Assistance

Farmers and ranchers that intend to apply to the Farm Service Agency for loan assistance for the upcoming crop year are encouraged to file their applications as early as possible. Failure to apply early may result in a delay in processing loans due to the volume of applications. Contact your local FSA Farm Loan representative for more details and assistance in applying.

Operating Loan Applications

Farmers that plan to apply for annual operating loan assistance are encouraged to apply as soon as possible. Farmers should contact their local FSA office for information.

FSA: "Thanks to Nevada Mines"

"It's not gold, but just as valuable to Nevada agriculture," said FSA State Director Clint Koble. The commodity shared by several major Nevada mining corporations is historic precipitation data.

Drought disaster payments for Nevada farmers and ranchers are contingent on the National Drought Monitor's designation of drought level. Lack of data from Nevada rural areas has hampered proper designation in the past.

Thanks goes to the following mines for sharing their warehouse of historic and current data with the Desert Research Institute to help in these determinations: Barrick Gold, Newmont Mining, Goldcorp and Jipangu Mining.



NAP Application for Coverage deadline for all grazing crops except grain is Dec. 1, 2010. All producers are urged to get their 2010 production records in to the office as soon as possible.

Online Services

Producers with Internet access can fill out a variety of FSA forms online. Producers can also register for secure electronic access that will allow them to electronically sign and transmit some forms directly to the county office staff. If you are new to the website, first you will want to obtain a Level 2 USDA Service Center Customer ID and password at:

http://www.eauth.egov.usda.gov/ and then click on "Create an Account Page" link

If you already have a Customer ID and password, then click on the following eForms website at:

http://forms.sc.egov.usda.gov/eforms/mainservlet and then click on the "Sign In" button. A disclaimer window will open and after you read the "Warning message" click on the "Continue" button.

Then the USDA Web services page will open to the eAuthentication login page. Enter your login User ID and password and then click on the "Login" button. To sign and transmit forms electronically, you must sign-up and get a User ID and password.

Changing Banks

Almost all Farm Service Agency payments are made electronically using Direct Deposit.

To keep the system running smoothly, it's critical to keep the county office staff up to date on changes you might make in your financial institutions.

If you have changed accounts or institutions that might affect the direct deposit of your FSA payments, contact the FSA county office so we can update our files to insure continued uninterrupted service.

Selling Land

If you're planning to sell farmland, there may be some program consequences you should be aware of. For example, if you're planning to sell land that's enrolled in the Conservation Reserve Program, the buyer must agree to continue the enrollment. If the buyer doesn't want to continue the CRP contract, you might have to refund all of the payments you've received to date.

Reviewing program implications with your local Farm Service Agency staff before completing a sale of farmland is always a prudent precaution.

Farm Reconstitutions

When changes in farm 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 Aug. 1 for farms enrolled in the Direct and Counter-cyclical Program. Methods used for farm reconstitution are:

Estate Method — the division of bases, allotments and quotas for a parent farm among heirs in settling an estate;

Designation of Landowner Method — may be used when (1) part of a farm is sold or ownership is transferred; (2) an entire farm is sold to two or more persons; (3) farm ownership is transferred to two or more persons; (4) part of a tract is sold or ownership is transferred; (5) a tract is sold to two or more persons; or (6) tract ownership is transferred to two or more persons. In order to use this method the land sold must have been owned for at least three years, or a waiver granted, and the buyer and seller must sign a Memorandum of Understanding;

DCP Cropland Method — the division of bases in the same proportion that the DCP cropland for each resulting tract relates to the DCP cropland on the parent tract; **Default Method** — the division of bases for a parent farm with each tract maintaining the bases attributed to the tract level when the reconstitution is initiated in the system.

If DCP direct payments have already been issued on a particular farm, the reconstitution will be effective for the next year, unless the payments are refunded.







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Selected Interest Rates for November 2010	
90-Day Treasury Bill	0.125%
Farm Operating - Direct	2.000%
Farm Ownership and Conservation Loan - Direct	4.125%
Farm Ownership - Direct Down Payment, Beginning Farmer or Rancher	1.500%
Emergency	3.750%
Farm Storage Facility (7 year)	1.875%

Dates to Remember	
Nov. 5	County Committee ballots mailed to voters
Nov. 11	Veterans Day Holiday
Nov. 25	Thanksgiving Day Holiday
Dec. 1	NAP Application for Coverage deadline for all grazing crops excluding grain
Dec. 6	County Committee ballots due back to County Office
June 1, 2011	DCP / ACRE Filing Deadline