

January 2013



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Ely FSA Updates

DEAR PRODUCERS: Welcome to the new GovDelivery bulletins and updates service from your Ely FSA Office. Please note that Newsletters will now be sent to you on a quarterly basis, this being our first. Any new significant changes, additions and/or deletions will be sent to you as Bulletins. We would appreciate your letting us know if this helps us serve you better. Thank you.

ELY FSA OFFICE

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Hours: 8:00 - 4:30
Monday -Thursday

www.fsa.usda.gov/NV

County Committee

Annette Harris
Chairperson

Don Phillips
Vice Chairperson

Daren Jenson
Member

Lee Mathews
Member

Kelly Miller,
Member

FSA Staff

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County Committee Election Results

Congratulations to **Don Phillips** who was elected for a term of three years to represent farmers in LAA 1; **Daren Jenson** who was elected to a term of one year to represent farmers in LAA 1; and **Lee Mathews** who was re-elected for a term of three years to represent farmers in LAA 4. FSA appreciates all of the voters for taking time to complete the election ballot. The county committee system only works because of your participation.

New Program - Microloans

Microloans up to \$35,000 are designed to help small and family operations,

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Ext 100

Elko 738 6445
Ext 106

Vi Braden, PT
Ext 101

Micki Wines, FLO

Elko 738 6445
Ext 105

beginning and socially disadvantaged farmers secure loans under \$35,000. This new program is aimed at bolstering the progress of producers through their start-up years by providing needed resources and helping increase equity so farmers may eventually graduate to commercial credit and expand their operations. The microloan program will also provide a less burdensome, more simplified application process in comparison to traditional farm loans. "By further expanding access to credit to those just starting to put down roots in farming, USDA continues to help grow a new generation of farmers, while ensuring the strength of an American agriculture sector that drives our economy, creates jobs, and provides the most secure and affordable food supply in the world.

The new microloans represent how USDA continues to make year-over-year gains in expanding credit opportunities for minority, socially-disadvantaged and young and beginning farmers and ranchers across the United States.

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The new microloan program offers credit options and solutions to a variety of producers. FSA has a long history of providing agricultural credit to the nation's farmers and ranchers through its Operating Loan Program. In assessing its programs, FSA evaluated the needs of smaller farm operations and any unintended barriers to obtaining financing. For beginning farmers and ranchers, for instance, the new microloan program offers a simplified loan application process. In addition, for those who want to grow niche crops to sell directly to ethnic markets and farmers markets, the microloan program offers a path to obtain financing. For past FSA Rural Youth Loan recipients, the microloan program provides a bridge to successfully transition to larger-scale operations.

Producers can apply for a maximum of \$35,000 to pay for initial start-up expenses such as hoop houses to extend the growing season, essential tools, irrigation, delivery vehicles, and annual expenses such as seed, fertilizer, utilities, land rents, marketing, and distribution expenses. As their financing needs increase, applicants can apply for an operating loan up to the maximum amount of \$300,000 or obtain financing from a commercial

lender under FSA's Guaranteed Loan Program.

USDA farm loans can be used to purchase land, livestock, equipment, feed, seed, and supplies, or be to construct buildings or make farm improvements. Small farmers often rely on credit cards or personal loans, which carry high interest rates and have less flexible payment schedules, to finance their operations. Expanding access to credit, USDA's microloan will provide a simple and flexible loan process for small operations.

Producers interested in applying for a microloan may contact their local [Farm Service Agency office](#).

Noninsured Crop 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 available only for crops for which the catastrophic level of insurance is not available. Application for coverage must be filed by the applicable crop's application closing date.

Production records for all crops must be reported to FSA no later than the acreage reporting date for the crop for the following year. FSA requires that any production reported in a loss year be verified according to agency specifications. **NAP losses must be reported within fifteen (15) days of loss.**

Electronic News Delivery

Please note, USDA Farm Service Agency Offices have moved to a paperless news distribution system.

Producers are asked to enroll in the new **GovDelivery** system which provides notices, newsletters and electronic reminders rather than a hard copy through the mail.

FSA, like many organizations, is trying to work smarter and be more efficient. Moving to electronic notifications via email helps conserve resources and save taxpayer dollars. Producers can now subscribe to receive free email updates by going to www.fsa.usda.gov/subscribe.

Farming Operation Changes

Producers who have bought or sold land, or added or dropped rented land from their operation must report those changes to the FSA office as soon as possible. A copy of the deed or recorded land contract for purchased property is needed to maintain accurate records with FSA. Failure to report changes can lead to possible program ineligibility and penalties. While making record updates, be sure to update signature authorizations. Making record changes now will save time in the Spring.

Marketing Assistance Loans (MAL)

Short-term financing is available through FSA's low interest commodity loans for eligible harvested production. A nine-month Marketing Assistance Loan provides financing that allows producers to store production for later marketing at a potentially better price. The crop may be stored on farm or in a warehouse.

Loans are available for producers who share in the risk of producing the eligible commodity and maintain beneficial interest in the crop through the duration of the loan. Beneficial interest means retaining the ability to make decisions about the commodity, responsibility for loss because of damage to the commodity and title to the commodity. Once beneficial interest in a commodity is lost, it is ineligible for a loan, even if you regain beneficial

interest.

The deadline to request a grain loan is March 31, 2013, for wheat and oats and May 31, 2013, for corn, soybeans and sorghum.

Hispanic and Women Farmer and Rancher Claims Period

Hispanic and women farmers and ranchers who allege discrimination by the USDA in past decades can file claims until March 25, 2013.

The process offers a voluntary alternative to litigation for each Hispanic or female farmer and rancher who can prove that USDA denied their applications for loan or loan servicing assistance for discriminatory reasons for certain time periods between 1981 and 2000.

As announced in February 2011, the voluntary claims process will make available at least \$1.33 billion for cash awards and tax relief payments, plus up to \$160 million in farm debt relief to eligible Hispanic and women farmers and ranchers. There are no filing fees to participate in the program.

USDA will continue reaching out to potential Hispanic and female claimants, around the country to inform those who may be eligible for this program.

Website: www.farmerclaims.gov

Phone: 1-888-508-4429

Deadline for Claims: March 25, 2013.

Claimants can obtain a claims package in the mail by calling 1-888-509-4429 or by visiting the website www.farmerclaims.gov.

Foreign Buyers Notification

The Agricultural Foreign Investment Disclosure Act (AFIDA) requires all foreign owners of U.S. agricultural land to report their purchases or sales of property to the Secretary of Agriculture. The Farm Service Agency administers this program for USDA.

All individuals who are not U.S. citizens, and have purchased or sold agricultural land in the county are required to report the transaction to FSA within 90 days of the closing. Failure to submit the AFIDA form (FSA-153) could result in civil penalties of up to 25 percent of the fair market value of the property. County government offices, realtors, attorneys and others involved in real estate transactions are reminded to notify foreign investors of these reporting requirements.

Highly Erodible Land and Wetland 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 is required. Farmers with HEL determined soils must comply with tillage, crop residue, and rotation requirements as specified in their conservation plan.

Producers should notify FSA prior to conducting land clearing or drainage projects to insure compliance. If you intend to clear any trees to create new cropland, these areas will need to be reviewed to ensure any work will not

jeopardize your eligibility for benefits.

Landowners and operators can complete form AD-1026 Highly Erodible Land Conservation (HELC) and Wetland Conservation (WC) Certification to determine whether a referral to Natural Resources Conservation Service (NRCS) is necessary.

For more information on Highly Erodible Land and Wetland Conservation provisions, contact a FSA County Office or visit the FSA website at www.fsa.usda.gov/.

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. 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, contact your local FSA office.

Appeal Process

After an FSA official makes a decision on a request for USDA services or application, the producer will be sent a letter informing him/her of the decision and options that can be pursued.

Generally, program participants have three choices — an informal review with the original agency decision-maker, an opportunity for mediation and finally an appeal to the next level of authority within the agency. County office staff has further details.

Bank Account Changes

Current policy mandates that FSA payments be electronically transferred into a bank account. In order for timely payments to be made, producers need to notify the FSA county office when an account has been changed or if another financial institution purchases the bank where payments are sent. Payments can be delayed if the FSA office is not aware of updates to bank accounts and bank routing numbers

Power of Attorney

For those who find it difficult to visit the county office because of work schedules, distance, health, etc., FSA has a power of attorney form available that allows producers to designate another person to conduct business at the office. If interested, contact our office or any Farm Service Agency office for more information.

INTEREST RATES JANUARY 2013	
Farm Operating - Direct	1.250%
Farm Ownership - Direct	3.125%
Farm Ownership - Direct Down Payment, Beginning Farmer or Rancher	1.500%
Farm Ownership - Direct, Joint Financing	5.000%
Farm Storage Facility—7 yrs	1.125%
Farm Storage Facility — 10 yrs	1.625%
Conservation Loan	3.125%
Commodity Loans – 1966 to present	1.125%
90 – Day Treasury Bill	0.125%

DATES TO REMEMBER	
OFFICE CLOSED EVERY FRIDAY	
Deadline – LDP Unshorn Lamb Pelts	Jan 31
Office Closed – Federal Holiday	Feb 18
COC meets 3rd Wed of month on an “as needed basis”	

USDA is an equal opportunity provider and employer. To file a complaint of discrimination, write to USDA, Assistant Secretary for Civil Rights, Office of the Assistant Secretary for Civil Rights, 1400 Independence Avenue, S.W., Stop 9410, Washington, DC 20250-9450, or call toll-free at (866) 632-9992 (English) or (800) 877-8339 (TDD) or (866) 377-8642 (English Federal-relay) or (800) 845-6136 (Spanish Federal-relay).