

February 2009

District D - Pennsylvania FSA

-- To skip directly to the newsletter for your county, move your mouse to the servicing County Office on the list below and left-click.

Adams
Bedford
Cambria
Clearfield / Jefferson / Elk
Clinton / Centre
Cumberland
Franklin
Fulton

Huntingdon / Blair

York



Adams County News

Adams County USDA Service Center

Adams County FSA 670 Old Harrisburg Rd. Gettysburg, PA 17325 717-334-4216 (phone) 717-334-5999 (fax) www.fsa.usda.gov/

Hours

Monday - Friday 8:00 a.m. - 4:30 p.m.

County Committee

Michael J. Smith Neil M. Starner Timothy C. Brown **Advisor** Kay L. Bupp

FP Staff

Sharon B. Weigle, CED Marcella J. Kammerer, PT Judy A. Behney, PT Bonni S. Sharrer, PT

FLP Staff

Richard Crouse, FLM Douglas Gabel, FLO Emme Rickabaugh, FLO Rae Ann Myers, PT Bonni S. Sharrer, PT



County Committee Election Results

. Congratulations to Timothy C. Brown! Tim was re-elected to represent farmers from Hamiltonban, Liberty, Highland, Freedom, Mt. Joy, Cumberland and Straban Townships on the county committee. Timothy was elected to his second consecutive term. The election results for Local Administrative Area 1 are:

Timothy C. Brown — Elected to the County Committee (COC)
Kevin J. Diehl — 1st 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.

DCP Sign-up Underway

Sign-up has started for the 2009 Direct and Countercyclical Payment (DCP) Program for farms with base acres. You can sign up online or at local USDA service centers. Sign-up will continue until June 1, 2009. The June 1, 2009 deadline is mandatory for all participants. FSA will not accept any late-filed applications.

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 and can be accessed at www.fsa.usda.gov/dcp. 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.

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. FSA will issue advance direct payments later this month. 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.

Producers who are eligible for the DCP Program will also be eligible to enroll in the Average Crop Revenue Election (ACRE) Program. The enrollment period for the ACRE program will begin in the spring. You may first enroll in the DCP Program, receive advance direct payments and then later modify your enrollment to include the ACRE program or you may wait and elect to enroll in DCP and ACRE at the same time in Spring 2009.

MILC Sign-up Underway

Sign-up for the Milk Income Loss Contract Program (MILC) is underway. Applications can be accepted through the program's expiration date, Sept. 30, 2012.

The 2008 Farm Bill reauthorizes the MILC Program, which operates similarly to the counter-cyclical payment program for crops, and makes three key changes in program operation. Under the Farm Bill, the MILC payment rate and the per-operation poundage limit are modified, depending on when the milk is produced. In addition, a "feed cost adjuster" is introduced over the life of the 2008 Act, which adjusts the \$16.94 per hundredweight (cwt.) benchmark price upward depending on the cost of feed rations. When available, MILC payments are based on a payment rate percentage that is multiplied by the difference between a now-flexible target (\$16.94 per cwt. or higher) and the specific month's Boston Class I price of milk.



The 2008 Farm Bill made changes to the provisions for payment eligibility and adjusted gross income (AGI). If the individual or entity has non-farm AGI greater than \$500,000, the individual or entity is not eligible for MILC benefits.

For more information on the MILC program, contact your local USDA Service Center.

USDA Enacts Changes to Payment Limitations, Income Qualifications, and Implements Direct Attribution

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The definition of income derived from farming, ranching and forestry operations was expanded to include, among other items, such items as the packing, storing and transporting of agricultural commodities; production of livestock products; farm-based production of renewable bio-energy; and in some instances, the providing of operational inputs to farmers, ranchers and foresters.

For conservation programs, the average nonfarm AGI limitation is \$1 million or less for eligibility with allowances for certain exceptions. Individuals and entities must be "actively engaged in farming" with respect to a farming operation in order to be eligible for specified payments and benefits. To be "actively engaged in farming," the individual or entity must make significant contributions to the farming operation of: (1) capital, equipment, land, or a combination; and (2) personal labor or active personal management, or a combination.

Public comments on this interim final rule must be submitted to the Department within 90 days of the date of publication.

Foreign Buyers Notification

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Foreign persons who have purchased or sold agricultural land in the county are required to report the transaction to FSA with 90 days of the closing. Failure to submit the AFIDA form 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.

Controlled Substance

Any person who is convicted under federal or state law of a controlled substance violation could be ineligible for USDA payments or benefits. Violations include planting, harvesting or growing a prohibited plant. Prohibited plants include marijuana, opium, poppies and other drug producing plants.

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.

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 Farm Service Agency office near you for more information.

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Program participants have choices — an informal review with the original agency decision-maker, an opportunity for mediation, an appeal to the next level of authority within the agency and appeal to the national appeals division.

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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.



Youth Loans

Remember, FSA makes operating loans to individual rural youths age 10 through 20 to establish and operate income producing projects. These projects must be of modest size and be initiated, developed, and carried out by rural youths participating in 4-H Clubs, FFA, or a similar organization or with a vocational teacher or county extension agent. The project must be an organized and supervised program of work. It must be planned and operated with the assistance of the organization advisor, produce sufficient income to repay the loan,

and provide the youth with practical business and educational experience. Contact your local FSA office for more details.

Why should USDA's Farm Service Agency be your lender of first opportunity?

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New federal programs have been enacted to stimulate beginning and younger farmers to establish new, or retain ownership of existing, small family farms. These exciting new trends in rural America present the USDA's Farm Service Agency (FSA) Farm Loan Programs (FLP) with opportunities for increased lending activity in the farming community. ----So, why should USDA's Farm Loan Programs be your lender of first opportunity?

We are your advocates.

Farm Loan Programs staff are predisposed to award loans, therefore putting the agent on the customer's side. FSA wants to see you succeed. This is evident in our consultative approach, offering low rates and identifying other resources to our clients in an advisory fashion throughout the life of the loan.

We think outside the box.

Our loan staff keep up with the industry trends and constantly look for emerging and non-traditional farm business models. Our commitment to doing things better in the industry provides you with fresh perspectives, alternatives, and creative ways of growing your business.

We offer solutions.

Our staff can refer customers to other public financial aid sources that can serve as a blend with the Farm Loan Programs loan. This results in acquiring more comprehensive resources and a tailored financial solution that works for unique lending situations.

- Loans for beginning farmers, disaster recovery, operational financing,
- and farm ownership
- Farm planning and counseling
- Supervised credit and assistance through the life of your loan
- Sustained financial planning services



For more information re: the Farm Loan Programs

Contact your local USDA-FSA Office

Selected Interest Rates for February 2009	
Farm Operating - Direct	2.125%
Farm Ownership - Direct	3.75%
Limited Resource - Farm Operating	5.00%
Limited Resource - Farm Ownership	5.00%
Farm Ownership - Direct Down Payment Beginning Farmer or Rancher	1.5%
Emergency	3.75%
Farm Storage Facility	1.875%
Commodity Loan	1.375%

Visit our Web site at http://www.fsa.usda.gov/pa

1	Dates to Remember
2-27-2009	2005-06-07 Deadline Crop Disaster Program - Quality
3-16-2009	Sales Closing/Cancellation – Spring Planted crops- with Crop Insurance Agent
3-16-2009	2009 NAP Sales Closing date for Spring Planted crops (not insur- able) with FSA Office
5-1-2009	2009 Forage Crops-Report Acres
6-1-2009	DCP Enrollment Deadline – No Late-files
6-15-2009	2009 Fall Seeded Crop Acreage Report Deadline
7-15-2009	2009 Spring Seeded Crop Acreage Report Deadline
Continues	Continuous Conservation Reserve program
Within15 Days of Final Plant date	Report Prevented Planting Acres to FSA.



Bedford County News

Bedford County USDA Service Center

Bedford County FSA

702 West Pitt Street Bedford , PA 15522 814-6237900 (phone) 814-623-0481(fax) www.fsa.usda.gov/

Hours

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

County Committee

Lynn Chamberlain Ross Snider Peg Henry

County Committee meets February 10, 2009

Staff

Robin Robertson, CED Nancy Ellenberger, PT Susan Young, PT Eric Lichty, FA

USDA United States Department of Agriculture

County Committee Election Results

. Congratulations to Peg Henry! Peg was elected to represent farmers from Bloomfield, Woodbury, South Woodbury, Bedford, Snake Spring Valley, Colerain and Cumberland Valley Townships on the county committee. Peg was elected to her 1st consecutive term. The election results for Local Administrative Area 2 are:

Peg Henry — Elected to the county committee (COC).

Fred Claycomb — 1st alternate to COC, Edward Deputy — 2nd alternate to COC

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Selected Into	erest
Rates for	
February 2	2009
Farm Operat-	2.125%
ing - Direct	
Farm Owner-	3.75%
ship –Direct	
Limited Re-	5.00%
source – Farm	
Ownership	
Limited Re-	5.00%
source – Farm	
Operating	
Farm Owner-	1.5%
ship – Direct	
Down Pay-	
ment	
Beginning	
Farmer or	
Rancher	
Emergency	3.75%
Farm Storage	1.875%
Facility	
Commodity	1.375%
Loan	

Bedford County Committee would like to announce the hiring of CED Robin Robertson. Ms. Robertson is a native of Bedford County and grew up working on the family dairy farm in Cumberland Valley Township. She continued to work on the family farm until 1998 when she was hired as a temporary Program Technician at the Bedford FSA Office. In 2006 she was selected as a County Operations Trainee. Upon completion of this training, she was hired by the York County Committee as County Executive Director for York County. She obtained her BS in Business Management from Kaplan University and graduated Magna Cum Laude in 2008. Ms. Robertson is the daughter of James A & Sandra M. Zembower and resides with her children on the family farm. She looks forward to serving the producers of Bedford County.

Dates to Remember	
2-10-2009	COC Meeting
	Farm Loan Officer in Bedford
2-16-2009	Office Closed – Presidents' Day
5-25-2009	Office Closed – Memorial Day
6-1-2009	DCP deadline – No Late-files
6-15-2009	Last day to report small grains
7-3-2009	Office Closed – Independence Day
7-15-2009	Last day for crop reporting
Continues	Continuous Conservation Reserve Program

Visit our Web site at http://www.fsa.usda.gov/pa

The farm loan team will be holding weekly office hours at the Bedford FSA Office. To schedule an appointment with them, please call the **Huntingdon FSA Office at (814)627-1624**



Cambria County News

Cambria County USDA Service Center

Cambria County FSA 171 Lovell Avenue Suite 203 Ebensburg, PA 15931 814-472-5501(phone) 814-472-5594(fax) www.fsa.usda.gov/pa

Hours

Monday - Friday 8:00 a.m. - 4:30 p.m.

County Committee

Jerome Carl-Chairman Robert Beyer-Vice Chairmain Dennis Hines-Regular Member MaryLou Smithmyer-Advisor

Office Staff

Dolly Little, CED Deborah Roland, PT Diane Trinkley, PT Jean Bloom-PT

Field Assistants

Ralph Farabaugh Adam Hite Dennis Yahner



County Committee Election Results

Congratulations to Robert L. Beyer who was re-elected to represent farmers from Croyle; Adams; Richland; Stonycreek; East, Middle & West Taylor; Jackson; Lower & Upper Yoder; Conemaugh; Cresson; Portage; Washington & Summerhill Townships. Bob was elected to his 2nd consecutive term. The election results for

Local Administrative Area 3 are:

Robert L. Beyer — Elected to the county committee (COC),

Ellwood Hoffman — 1st alternate to COC,

Shelly Craft — 2nd 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.

At the re-organizational meeting, Jerome Carl was elected Chairperson, Robert Beyer – Vice Chairperson, Dennis Hines – Regular Member and MaryLou Smithmyer as advisor.

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Owner/Operator Changes

Please contact the FSA office as soon as you are aware of any owner changes on farms you may be renting. Proof of ownership will be required before any changes can be made in our farm records system. In addition, please notify the office as soon as possible when an operator change takes effect. No operator changes can be made until the owner verifies the change. It's important that the farm records are accurate before signing into any FSA programs.

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Conservation Reserve Enhancement Program (CREP)

CREP is a voluntary program available to agricultural producers to help safeguard environmentally sensitive land. Producers enrolled in CREP plant long-term, resource conserving covers to improve water quality, control soil erosion and enhance wildlife habitat. In return, FSA provides participants with cost-share assistance to establish the cover and annual rental payments. Contract duration is 10 through 15 years.

To be eligible for enrollment, a producer must have owned or operated the land for at least 12 months prior to enrollment (certain exceptions apply). Eligible land must either be:

- * Cropland that is planted or considered planted to an agricultural commodity for years 1996 - 2001 and which is physically and legally capable of being planted to an agricultural commodity or
- * Certain marginal pastureland that is suitable for use as a riparian buffer or for similar water quality purposes.



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PRESORTED STANDARD
U.S. POSTAGE PAID
Harrisburg PA
Permit #926

Marketing Assistance Loans

Harvested grain can be put under loan to provide capital and greater marketing flexibility. Loans are for a nine month period and do not have to be repaid before maturity unless the grain is fed or sold. Loans may be requested when the grain is harvested and producers must own or have beneficial interest in the grain as long as the grain is loan collateral.

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.

Please call or stop by the office for more information and current loan rates.

For more information re: the Farm Loan Programs

Contact your local USDA-FSA Office

Selected Interest Rates for February 2009	
Farm Operating - Direct	2.125%
Farm Ownership - Direct	3.75%
Limited Resource - Farm Operating	5.00%
Limited Resource - Farm Ownership	5.00%
Farm Ownership - Direct Down Payment Beginning Farmer or Rancher	1.5%
Emergency	3.75%
Farm Storage Facility	1.875%
Commodity Loan	1.375%

Dates to Remember

6-1-09 - Deadline to request a commodity loan on 2008 corn, soybeans or sorghum and

DCP and ACRE sign-up ends.

<u>Crop Reporting</u>

<u>Deadlines:</u>

6/15/2009 – Small Grains 7/15/2009 – All other crops

Visit our Web site at http://www.fsa.usda.gov/pa

Temporary Vacancy Announcement

Employment applications for temporary field/office positions are being accepted on a continuous basis during 2009. Contact your local USDA-Farm Service Agency office to obtain an application for employment



CLEARFIELD/ JEFFERSON/ ELK County News

Clfd/Jeff/Elk County USDA Service Center

Clfd/Jeff/Elk County FSA 478 Jeffers St.
DuBois, PA 15801
814-375-1297 (phone)
814-375-2435 (fax)
www.fsa.usda.gov/**

Hours

Monday - Friday 8:00 a.m. - 4:30 p.m.

County Committee

Mark Pifer, Chairperson Kelly Holt, V. Chairperson Marshall Wilson, Member Ralph McClarren, Member W. Earl Freyer, Member

Staff

Michael Kerr, CED Jeanne Marsh, PT Georgiana Yingling, PT



County Committee Election Results

Congratulations to W. Earl Freyer and Marshall Wilson. Earl was elected to represent farmers from Bell, Bloom, Brady, Burnside, Chest, Ferguson, Greenwood, Huston, Jordan, Knox, Penn, Pine, Sandy, and Union Townships. Earl was elected to his first consecutive term. Marshall was re- elected to represent farmers from Benezette, Benzinger, Fox, Highland, Horton, Jay, Jones, Millstone, Ridgway and Spring Creek Townships. Marshall was elected to his second consecutive term.

Elected to the county committee (COC) LAA 3- W. Earl Freyer; LAA1 – Marshall Wilson.

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.

DCP Sign-up Underway

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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 and can be accessed at www.fsa.usda.gov/dcp. 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.

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. FSA will issue advance direct payments later this month. 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.

Producers who are eligible for the DCP Program will also be eligible to enroll in the Average Crop Revenue Election (ACRE) Program. The enrollment period for the ACRE program will begin in the spring. You may first enroll in the DCP Program, receive advance direct payments and then later modify your enrollment to include the ACRE program or you may wait and elect to enroll in DCP and ACRE at the same time in Spring 2009.

MILC Sign-up Underway

Sign-up for the Milk Income Loss Contract Program (MILC) is underway. Applications can be accepted through the program's expiration date, Sept. 30, 2012.

The 2008 Farm Bill reauthorizes the MILC Program, which operates similarly to the counter-cyclical payment program for crops, and makes three key changes in program operation. Under the Farm Bill, the MILC payment rate and the per-operation poundage limit are modified, depending on when the milk is produced. In addition, a "feed cost adjuster" is introduced over the life of the 2008 Act, which adjusts the \$16.94 per hundredweight (cwt.) benchmark price upward depending on the cost of feed rations. When available, MILC payments are based on a payment rate percentage that is multiplied by the difference between a now-flexible target (\$16.94 per cwt. or higher) and the specific month's Boston Class I price of milk.



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The definition of income derived from farming, ranching and forestry operations was expanded to include, among other items, such items as the packing, storing and transporting of agricultural commodities; production of livestock products; farm-based production of renewable bio-energy; and in some instances, the providing of operational inputs to farmers, ranchers and foresters.

For conservation programs, the average nonfarm AGI limitation is \$1 million or less for eligibility with allowances for certain exceptions. Individuals and entities must be "actively engaged in farming" with respect to a farming operation in order to be eligible for specified payments and benefits. To be "actively engaged in farming," the individual or entity must make significant contributions to the farming operation of: (1) capital, equipment, land, or a combination; and (2) personal labor or active personal management, or a combination.

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For more information re: the Farm Loan Programs

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Farm Ownership - Direct Down Payment Beginning Farmer or Rancher	1.5%
Emergency	3.75%
Farm Storage Facility	2.25%
Commodity Loan	1.50%

Dates to Remember	
3-17-2009	Northwest PA Grazing Conference
3-31-2009	Deadline to Request small grain MAL's
6-1-2009	Deadline for corn, sorghum & soybean MAL's
6-1-2009	DCP Deadline-No Late Filing
Continues	Continuous Conservation Reserve Program

NOTE: NORTHWEST PA GRAZING CONFERENCE To be held on March 17 at the Tri-County Church in DuBois, PA. Contact Headwaters RC&D at 814-375-1372, ext. 4 for information.

Visit our Web site at http://www.fsa.usda.gov/pa



Clinton/Centre County News

Clinton/Centre County USDA Service Center

Clinton/Centre County FSA 216 Spring Run Rd Mill Hall PA 17751 570-726-3196 570-726-4855 (Fax)

www.fsa.usda.gov

Hours

Monday – Friday 8:00 a.m. – 4:30 p.m.

County Committee

James Walizer, Chairman Paul Courter, Vice Chair Taylor Doebler III, Member Todd Irvin, Member Jay Houser, Member

County Committee meets February 19, 2009

Staff

Daniel Smeal, CED Millie Turner, FLM David Cramer, FLO Carol Bechdel, PT Maryann Martin, PT Judy Bergenstock, PT



County Committee Election Results

Congratulations to Jay Houser! Jay was elected to represent farmers from Potter, Penn, Gregg, Haines, and Miles townships on the county committee. Jay was elected to his first consecutive term. The election results for Local Administrative Area 3 are:

Jay Houser — Elected to the county committee (COC),

Justin Homan — 1st alternate to COC, Michael Marquardt — 2nd alternate to COC

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The committee members will hold their organizational meeting in January to determine who will serve as the county committee chairman and vice-chairman.

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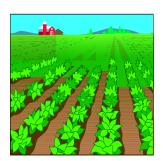
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Emergency	3.75%
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Dates to Remember	
2/19/2008	COC Meets
3/3&4/2009	Centre Co. Ag Winter Workshop
2/26/2009	Centre Co Farm Bureau Meeting
3/31/2009	Deadline to Request MAL's
2-16-2009	Office Closed – Presidents' Day
6-1-2009	DCP Deadline – No Late-file
Continues	Continuous Conservation Re-
	serve program

Visit our Web site at http://www.fsa.usda.gov/pa

February 2009



Cumberland County News

Cumberland County USDA Service Center

Cumberland County FSA 43 Brookwood Ave Ste 2 Carlisle, PA 17015-9172 717-249-3924 (phone) 717-243-9256 (fax) www.fsa.usda.gov/pa

Hours

Monday - Friday 8:00 a.m. - 4:30 p.m.

County Committee

Donald Basehore Kenneth Ketterer Fred Widders Leonard Tate

County Committee meets the 1st Thursday of each month at 9:00 A.M.

Staff

Glenn Kimmel, CED Dodie Garman, PT Faye Garman, PT Sandra Prazenica, PT Richard Crouse, FLM Doug Gabel, FLO Emme Rickabaugh, FLO

County Committee Election Results

Congratulations to Fred Widders! Fred was elected to represent farmers from South Middleton, Dickinson, Penn, North Newton, and West Pennsboro Townships on the county committee. Fred was elected to his 1st consecutive term. The election results for Local Administrative Area 2 are:

Fred W. Widders — Elected to the county committee (COC)
Leonard L Tate — 1st alternate to COC

FSA appreciates all of the voters for taking the time to complete and return the election ballot. The county committee system works only because of your participation.

The committee members held their organizational meeting on January 12 and determined the following: Donald Basehore – Chairman, Kenneth Ketterer - Vice-Chairman, and Fred Widders – Regular Member.

DCP Sign Up Underway

SIGN-UP HAS STARTED FOR THE 2009 DIRECT AND COUNTER-CYCLICAL PAYMENT (DCP) PROGRAM FOR FARMS WITH BASE ACRES. You can signup online or at local USDA service centers. Signup will continue until June 1, 2009. THE JUNE 1, 2009 DEADLINE IS MANDATORY FOR ALL PARTICIPANTS. FSA WILL NOT ACCEPT ANY LATE-FILED APPLICATIONS.

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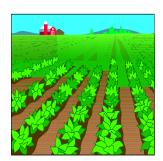
PRODUCERS WHO ARE ELIGIBLE FOR THE DCP PROGRAM WILL ALSO BE ELIGIBLE TO ENROLL IN THE AVERAGE CROP REVENUE ELECTION (ACRE) PROGRAM. THE ENROLLMENT PERIOD FOR THE ACRE PROGRAM WILL BEGIN IN THE SPRING. You may first enroll in the DCP Program, receive advance direct payments and then later modify your enrollment to include the ACRE program or you may wait and elect to enroll in DCP and ACRE at the same time in Spring 2009.

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For commodity and disaster programs, the AGI limitation was reduced from \$2.5 million AGI from all sources to a three-year average non-farm AGI of \$500,000 such that a person or entity shall not be eligible for such programs if the non-farm AGI exceeds \$500,000. Also, under the new regulations, an individual or entity must have a 3-year average AGI less than or equal to \$750,000 per year from farm income in order to qualify for direct payments issued under the Direct and Counter-cyclical Program.

The definition of income derived from farming, ranching and forestry operations was expanded to include, among other items, such items as the packing, storing and transporting of agricultural commodities; production of livestock products; farm-based production of renewable bio-energy; and in some instances, the providing of operational inputs to farmers, ranchers and foresters.

For conservation programs, the average nonfarm AGI limitation is \$1 million or less for eligibility with allowances for certain exceptions. Individuals and entities must be "actively engaged in farming" with respect to a farming operation in order to be eligible for specified payments and benefits. To be "actively engaged in farming," the individual or entity must make significant contributions to the farming operation of: (1) capital, equipment, land, or a combination; and (2) personal labor or active personal management, or a combination.

Public comments on this interim final rule must be submitted to the Department by within 30 days of the date of publication.

Foreign Buyers Notification

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Controlled Substance

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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.

Loans for Socially Disadvantaged

The Farm Service Agency (FSA) can make and guarantee loans to socially disadvantaged applicants to buy and operate family size farms and ranches. Funds specifically for these loans are reserved each year. A socially disadvantaged farmer or rancher is one of a group whose members have been subjected to racial, ethnic, or gender prejudice because of their identity as members of the group without regard to their individual qualities. For purposes of this program, socially disadvantaged groups are women, African Americans, American Indians and Alaskan Natives, Hispanics, and Asians and Pacific Islanders. Contact your local FSA Farm Loan Manager or Officer for more details and assistance in applying.

Applications for FSA Loans

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. Filing early will help ensure that your loan is processed and approved as early as possible so that planting decisions can be made. Failure to apply early can result in a delay in processing loans due to the volume of applications that must be processed in date order. Contact your local FSA farm loan manager or officer for more details and assistance in applying.

Youth Loans

Remember FSA makes operating loans to individual rural youths age 10 through 20 to establish and operate income producing projects. These projects must be of modest size and be initiated, developed, carried out by rural youths participating in 4-H Clubs, FFA, or a similar organization or with a vocational teacher or county extension agent. The project must be an organized and supervised program of work. It must be planned and operated with the assistance of the organization advisor, produce sufficient income to repay the loan, and provide the youth with practical business and educational experience. Contact your local FSA office for more details







PRESORTED STANDARD
U.S. POSTAGE PAID
Harrisburg PA
Permit #926

Selected Interest Rates for January 2009 Farm Operat-3.00% ing - Direct Farm Owner-4.875% ship –Direct Limited Re-5.00% source - Farm Ownership Limited Re-5.00% source - Farm Operating Farm Owner-1.5% ship – Direct Down Payment Beginning Farmer or Rancher Emergency 3.75% Farm Storage 2.125% Facility Commodity 1.625% Loan

IMPORTANT ITEMS TO MAKE A NOTE ABOUT!!

- 1. Contact the local NRCS Office (249-3924 ext 3) if interested in receiving an incentive payment for no-tilling/cover crops/ manure pits/cattle crossings/fencing/rotational grazing/ composters/etc. The application deadline is 3-1-2009.
- 2. The Cumberland County Conservation District will hold a Farmer Field Day on March 19, 2009 at Mains Dairy near Newville. The meeting is free to attend, but you must register in advance! Call Pam Eyer @ 717-240-7812 to register. Plan to learn about precision feeding and a methane digester.
- 3. The final deadline date to file a 2005-2007 CDP application is 2-27-2009. This program authorizes payments for eligible disaster losses in quantity & quality production levels. All quality loss documentation (Receipts) must be verifiable. The loss of quality in harvested production must also have resulted in at least a 25% reduction in value (economic loss requirement).

Dates to Remember	
2-16-2009	Office Closed – Presidents' Day
2 27 2000	2005-2007 (CDP) Crop Disaster
2-27-2009	Program Signup Deadline
2 1 2000	Conservation Program Signup
3-1-2009	Deadline
3-19-2009	Field Day – Mains Dairy
5-25-2009	Office Closed – Memorial Day
6-1-2009	DCP Deadline – No Late-Filing
6-15-2009	Final Date to Report 2009
	Fall/Spring Seeded Crops
7-15-2009	Final Date to Report All Crops
7-13-2009	except small grains
Continues	Continuous Conservation Re-
	serve Program

Visit our Web site at http://www.fsa.usda.gov/pa



Franklin County News

Franklin County USDA Service Center

100 Sunset Blvd. West Chambersburg, PA 17202 717-264-8074 (phone) 717-263-0909 (fax) www.fsa.usda.gov/pa

Hours

Monday - Friday 8:00 a.m. - 4:30 p.m.

County Committee

Dennis Brechbill Micah Meyers P. Joseph Musser

Generally, the County Committee meets the 2nd Thursday of each month at 9:00 A.M.

Staff

Richard Crouse, FLM Andrea Sharretts, CED Carol Doyle, PT Cynthia Garland, PT Katie McMillen, PT Sandra Prazenica, PT Emme Rickabaugh, FLO



County Committee Election Results

Congratulations to Micah Meyers! Micah was elected to represent farmers from St. Thomas, Peters, Warren, Montgomery, and Hamilton townships on the county committee. Election results for Local Administrative Area 1 are:

Micah Meyers— Elected to the county committee (COC)
C. Eugene Wingert— 1st alternate to COC

FSA appreciates all of the voters for taking the time to complete and return the election ballot. The county committee system works only because of your participation.

The committee members held their organizational meeting on January 12, 2009 and determined the following: Dennis Brechbill—Chairman, Micah Meyers—Vice-Chairman, and Joe Musser—Regular Member

DCP Sign-up Underway

Sign-up has started for the 2009 Direct and Countercyclical Payment (DCP) Program for farms with base acres. You can sign up online or at local USDA service centers. Sign-up will continue until June 1, 2009. The June 1, 2009 deadline is mandatory for all participants. FSA will not accept any late-filed applications.

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 and can be accessed at www.fsa.usda.gov/dcp. 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.

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. FSA will issue advance direct payment rates this month. 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.

Producers who are eligible for the DCP Program will also be eligible to enroll in the Average Crop Revenue Election (ACRE) Program. The enrollment period for the ACRE program will begin in the spring. You may first enroll in the DCP Program, receive advance direct payments and then later modify your enrollment to include the ACRE program or you may wait and elect to enroll in DCP and ACRE at the same time in Spring 2009.

MILC Sign-up Underway

Sign-up for the Milk Income Loss Contract Program (MILC) is underway. Applications can be accepted through the program's expiration date, Sept. 30, 2012.

The 2008 Farm Bill reauthorizes the MILC Program, which operates similarly to the counter-cyclical payment program for crops, and makes three key changes in program operation. Under the Farm Bill, the MILC payment rate and the per-operation poundage limit are modified, depending on when the milk is produced. In addition, a "feed cost adjuster" is introduced over the life of the 2008 Act, which adjusts the \$16.94 per hundred-weight (cwt.) benchmark price upward depending on the cost of feed rations. When available, MILC payments are based on a payment rate percentage that is multiplied by the difference between a now-flexible target



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Why should USDA's Farm Service Agency be your lender of first opportunity?

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1 1	
Selected Into	erest
Rates for	
March 200	9
Farm Operat-	2.00%
ing - Direct	2.0070
Farm Owner-	3.50%
ship -Direct	
Limited Re-	5.00%
source - Farm	2.2070
Ownership	
Limited Re-	5.00%
source - Farm	
Operating	
Farm Owner-	1.5%
ship - Direct	
Down Pay-	
ment	
Beginning	
Farmer or	
Rancher	
Emergency	3.75%
Farm Storage	2.25%
Facility	
Commodity	1.50%
Loan	

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For more information re: the Farm Loan Programs

Contact your local USDA-FSA Office



Fulton County News

Fulton County USDA Service Center

Fulton County FSA 216 N Second St McConnellsburg PA 17233 717-485-3231 X 2(phone) 717-485-4115 (fax) www.fsa.usda.gov/**

Hours

Monday - Friday 8:00 a.m. - 4:30 p.m.

County Committee

Debra Palmer Nathan Hixson Mark Knepper

County Committee meets Every six weeks

Staff

John K. Johnston, CED Carole L. Mellott, PT Brenda J. Palmer, PT Roger P. Horton, FA

County Committee Election Results

Congratulations to Mark Knepper! Mark was elected to represent farmers from Wells, Taylor, Dublin & Todd townships on the county committee. Mark was elected to his first term.

The election results for the County Committee:

Debra Palmer, Chairperson Nathan Hixson, Vice Chairperson Mark Knepper, Member

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.

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TEMPORARY VACANCY ANNOUNCEMENT: Employment applications for temporary field/office are being accepted on a continuous basis during 2009. Contact your local USDA-Farm Service Agency office to obtain an application for employment. FSA is An Equal Opportunity Employer/Lender.

REVISED POLICY FOR PREVENTED PLANTING ACRES

Prevented acreage credit will no longer be limited to the maximum number of acres of the specific crop planted or prevented from being planted effective with the 2009 crop year. (No longer based on the history of planting and prevented planted acreage of the specific crop on the farm).

Selected Interest Rates for March 2009	
Farm Operating - Direct	2.00%
Farm Ownership - Direct	3.50%
Limited Resource - Farm Operating	5.00%
Limited Resource - Farm Ownership	5.00%
Farm Ownership - Direct Down Payment Beginning Farmer or Rancher	1.5%
Emergency	3.75%
Farm Storage Facility	2.25%
Commodity Loan	1.50%

Dates to Remember		
3/31/2009	Deadline to Request small grain MAL's	
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Huntingdon/Blair County News

Huntingdon/Blair County USDA Service Center

Huntingdon/Blair County FSA

10605 Raystown Road Huntingdon, PA 16652 814-627-1624 (phone) 814-627-6831(fax) www.fsa.usda.gov/pa

Hours

Monday - Friday 8:00 a.m. - 4:30 p.m.

County Committee

Max Smith-Chairman John Lynn-Vice Chairman J Nelson Sangery, Gerald McMath, Payton Gummo, -Regular Members Debra Kling-Advisor

Office Staff

Dolly Little, Acting CED Rod Thomas, PT Jill Sajeski, PT Jack Skebeck, FLM Bruce Horning, FLO Valerie Detwiler, FLO Christy Farabaugh, PT Natalie Allison, PT

Field Assistants

John Favinger Clair Clapper

Office Closed

May 25, 2009 Memorial Day



County Committee (COC) Election Results

Congratulations to Max Smith who was elected to represent farmers from LAA2 and Payton Gummo who will represent LAA3 with the resignation of S. Michael Mower. We thank Mike for his dedication and service to the agency during his time served and welcome Payton to the Committee.

Following are the results of the election: LAA2: Max Smith- Elected to the COC, Dave Knab- 1st alternate, and Randall B Smith-2nd alternate to COC

LAA3: S. Michael Mower (Resigned), Payton Gummo, COC, John Couch – 1st alternate, Faith Zook – 2nd alternate.

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.

At the re-organizational meeting, Max Smith was elected Chairperson, John Lynn -Vice Chairperson.

DCP Sign Up Underway

Sign-up has started for the 2009 Direct and Counter-cyclical Payment (DCP) Program for farms with base acres. You can signup online or at local USDA service centers. Signup will continue until June 1, 2009. The June 1, 2009 deadline is mandatory for all participants. FSA will not accept any late-filed applications.

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 and can be accessed at www.fsa.usda.gov/dcp. 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.

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. FSA will issue advance direct 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.

Producers who are eligible for the DCP Program will also be eligible to enroll in the Average Crop Revenue Election (ACRE)

Program. The enrollment period for the ACRE Program will begin in the spring. You may first enroll in the DCP Program, receive advance direct payments and then later modify your enrollment to include the ACRE program or you may wait and elect to enroll in DCP and ACRE at the same time in Spring 2009.

MILC Sign Up Underway

Signup for the Milk Income Loss Contract Program (MILC) is underway and will continue through the program's expiration date, Sept. 30, 2012.

The 2008 Farm Bill reauthorizes the MILC Program, which operates similarly to the counter-cyclical payment program for crops, and makes three key changes in program operation. Under the Farm Bill, the MILC payment rate and the per-operation poundage limit are modified, depending on when the milk is produced. In addition, a "feed cost adjuster," is introduced over the life of the 2008 Act, which adjusts the \$16.94 per hundred-weight (cwt.) benchmark price upward depending on the cost of feed rations. When available, MILC payments are based on a payment rate percentage that is multiplied by the difference between a now-flexible target



Owner/Operator Changes

Please contact the FSA office as soon as you are aware of any owner changes on farms you may be renting. Proof of ownership will be required before any changes can be made in our farm records system. In addition, please notify the office as soon as possible when an operator change takes effect. No operator changes can be made until the owner verifies the change. It's important that the farm records are accurate before signing into any FSA programs.



(\$16.94 per cwt. or higher) and the specific month's Boston Class I price of milk.

The 2008 Farm Bill made changes to the provisions for payment eligibility and adjusted gross income (AGI). If the individual or entity has non-farm AGI greater than \$500,000, the individual or entity is not eligible for MILC benefits.

For more information on the MILC program, contact your local USDA Service Center.

USDA Enacts Changes to Payment Limitations, Income Qualifications, and Implements Direct Attribution

USDA recently published an interim final regulation in the Federal Register announcing changes to both Adjusted Gross Income (AGI) qualifications, program payment limitations, and direct attribution for FSA and Natural Resources Conservation Service (NRCS) programs, which became effective in accordance with the 2008 Farm Bill.

For commodity and disaster programs, the AGI limitation was reduced from \$2.5 million AGI from all sources to a three-year average non-farm AGI of \$500,000 such that a person or entity shall not be eligible for such programs if the non-farm AGI exceeds \$500,000. Also, under the new regulations, an individual or entity must have a 3-year average AGI less than or equal to \$750,000 per year from farm income in order to qualify for direct payments issued under the Direct and Counter-cyclical Program.

The definition of income derived from farming, ranching and forestry operations was expanded to include, among other items, such items as the packing, storing and transporting of agricultural commodities; production of livestock products; farm-based production of renewable bio-energy; and in some instances, the providing of operational inputs to farmers, ranchers and foresters.

For conservation programs, the average nonfarm AGI limitation is \$1 million or less for eligibility with allowances for certain exceptions. Individuals and entities must be "actively engaged in farming" with respect to a farming operation in order to be eligible for specified payments and benefits. To be "actively engaged in farming," the individual or entity must make significant contributions to the farming operation of: (1) capital, equipment, land, or a combination; and (2) personal labor or active personal management, or a combination.

Public comments on this interim final rule must be submitted to the Department by within 30 days of the date of publication.

Foreign Buyers Notification

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

Foreign persons who have purchased or sold agricultural land in the county are required to report the transaction to FSA with 90 days of the closing. Failure to submit the AFIDA form 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.

Controlled Substance

Any person who is convicted under federal or state law of a controlled substance violation could be ineligible for USDA payments or benefits. Violations include planting, harvesting or growing a prohibited plant. Prohibited plants include marijuana, opium, poppies and other drug producing plants.

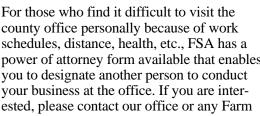
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Power of Attorney

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 Farm Service Agency office near you for more information.



Why should USDA's Farm Service Agency be your lender of first opportunity?

The farming industry has undergone many changes in recent years, resulting in new types of small farming and ranching enterprises. These include value-added farming operations, organic farming, immigrant farming, and the growing of crops for local retailers or direct sale to consumers.



Bank Account Changes

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

New federal programs have been enacted to stimulate beginning and younger farmers to establish new, or retain ownership of existing, small family farms. These exciting new trends in rural America present the USDA's Farm Service Agency (FSA) Farm Loan Programs (FLP) with opportunities for increased lending activity in the farming community.

----So, why should USDA's Farm Loan Programs be your lender of first opportunity?

We are your advocates.

Farm Loan Programs staff are predisposed to award loans, therefore putting the agent on the customer's side. FSA wants to see you succeed. This is evident in our consultative approach, offering low rates and identifying other resources to our clients in an advisory fashion throughout the life of the loan.

Appeal Process

After an FSA official makes a decision on your request for USDA services or application, you will be sent a letter informing you of the decision and options your can pursue if you disagree.

Program participants have choices — an informal review with the original agency decisionmaker, an opportunity for mediation, an appeal to the next level of authority within the agency and appeal to the national appeals division.

We think outside the box.

Our loan staff keep up with the industry trends and constantly look for emerging and non-traditional farm business models. Our commitment to doing things better in the industry provides you with fresh perspectives, alternatives, and creative ways of growing vour business.



January signals the beginning of a new year, and a time to starting thinking about filing taxes. Producers who have signed up for a USDA eAuthentication Level 2 account will be able to access their farm data via their Customer Statement.

We offer solutions.

Our staff can refer customers to other public financial aid sources that can serve as a blend with the Farm Loan Programs loan. This results in acquiring more comprehensive resources and a tailored financial solution that works for unique lending situations.

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, applica-

tion and payment status in various commodity

farm loans; and conservation plan and land unit

and conservation programs; information on

information.

- Loans for beginning farmers, disaster recovery, operational financing,
- and farm ownership
- Farm planning and counseling
- Supervised credit and assistance through the life of your loan
- Sustained financial planning services







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Dates to Remember:

3-31-09 - Deadline to request a commodity loan on 2008 oats, barley or wheat

6-1-09 - Deadline to request a commodity loan on 2008 corn, soybeans or sorghum

and

DCP and ACRE signup ends.

Crop Reporting
Deadlines:

6/15/2009 – Small Grains 7/15/2009 – All other crops

Marketing Assistance Loans

Harvested grain can be put under loan to provide capital and greater marketing flexibility.

Loans are for a nine month period and do not have to be repaid before maturity unless the grain is fed or sold.

Loans may be requested when the grain is harvested and producers must own or have beneficial interest in the grain as long as the grain is loan collateral. 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. Please call or stop by the office for more information and current loan rates.

Temporary Vacancy Announcement

Employment applications for temporary field/office positions are being accepted on a continuous basis during 2009. Contact your local USDA-Farm Service Agency office to obtain an application for employment.

Conservation Reserve Enhancement Program (CREP)

CREP is a voluntary program available to agricultural producers to help safeguard environmentally sensitive land. Producers enrolled in CREP plant long-term, resource conserving covers to improve water quality, control soil erosion and enhance wildlife habitat. In return, FSA provides participants with cost-share assistance to establish the cover and annual rental payments. Contract duration is 10 through 15 years. To be eligible for enrollment, a producer must have owned or operated the land for at least 12 months prior to enrollment (certain exceptions apply). Eligible land must either be:

- * Cropland that is planted or considered planted to an agricultural commodity for years 1996 2001 and which is physically and legally capable of being planted to an agricultural commodity or
- * Certain marginal pastureland that is suitable for use as a riparian buffer or for similar water quality purposes.



York County News

York County USDA Service Center

York County FSA 120 Pleasant Acres Rd. York, PA 17402-8987 717-755-2966 (phone) 717-840-1302 (fax) www.fsa.usda.gov

Hours

Monday - Friday 8:000 a.m. - 4:30 p.m.

County Committee

Robert E. Rebert II James E. Eisenhour Jr. Mervin E. Haugh III Catherine Burton

County Committee tentatively meets
March 3, 2009

Staff

Richard F. Csutoras, CED Janet M. Dehoff, PT Anne T. Crist, PT Tina M. Gross, PT Kelly Jo B. McCulloch, PT



County Committee Election Results

Congratulations to Robert E. Rebert II! Robert was re-elected to represent farmers from the southwestern townships on the county committee. Robert was elected to his third consecutive term. The election results for Local Administrative Area #3 are:

Robert E. Rebert II — Elected to the county committee (COC).

John W. Marsteller Jr. — 1st 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.

New Director Hired

The county committee members recently hired a new County Executive Director. Richard Csutoras joins the staff in York on March 2. Rick has been with FSA for a little over a year and brings with him a decade of management experience. Rick is excited to get started and looks forward to meeting everyone.

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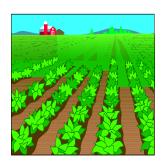
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Youth Loans

Remember, FSA makes operating loans to individual rural youths age 10 through 20 to establish and operate income producing projects. These projects must be of modest size and be initiated, developed, and carried out by rural youths participating in 4-H Clubs, FFA, or a similar organization or with a vocational teacher or county extension agent. The project must be an organized and supervised program of work. It must be planned and operated with the assistance of the organization advisor, produce sufficient income to repay the loan, and provide the youth with practical business and educational experience. Contact your local FSA office for more details.

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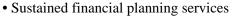
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For more information re: the Farm Loan Programs

Contact your local USDA-FSA Office

Visit our Web site at http://www.fsa.usda.gov/pa

Selected Interest Rates for March 2009	
Farm Operating - Direct	2.00%
Farm Ownership - Direct	3.50%
Limited Resource - Farm Operating	5.00%
Limited Resource - Farm Ownership	5.00%
Farm Ownership - Direct Down Payment Beginning Farmer or Rancher	1.5%
Emergency	3.75%
Farm Storage Facility	2.25%
Commodity Loan	1.50%

Dates to Remember		
6-1-2009	DCP Deadline – No Late-file	
6-1-2009	Deadline for corn, sorghum & soybean MAL's	
6-15-2009	Deadline to report small grain MAL's	
7-15-2009	Deadline to report all other crops including CRP/CREP	
Continues	'09-'12 MILC sign-up	
Continues	Continuous Conservation Reserve program	