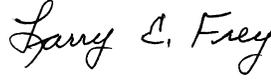


For: County Offices

2002 NAP – Grazing Federal/State Unseeded Land

Approved by:

Larry E. Frey, State Executive Director



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1 Overview

A Background

Amendment 15, 1NAP, Rev. 1 changed procedure to make Federal/State owned unseeded land eligible for NAP. The land is considered eligible if the participant is considered to have control, no matter how limited, and has risk in production of the crop acreage. Subparagraph 192C, 1NAP, Rev 1 is to be used to determine whether the participant has control of the acreage. On this date written clarification was received from the National office about unit structure for 2002 NAP coverage.

2 Action

A Unit Structure

For 2002 and succeeding crop years, the unit structure for NAP grazing coverage must include all lands as instructed by Amendment 15, 1 NAP, Rev. 15. The requisite loss for units that are other than crop share units must include all of the following:

- All land for which the participant receives 100% share of the crop which normally includes all land owned by the participant
- All land rented for cash (including on an AUM basis) from a private individual or entity that meets the definition of control and risk per subparagraph 192C, 1NAP, Rev 1
- All land rented for cash (including on an AUM basis) from a Federal or State entity that meets the definition of control and risk per subparagraph 192C, 1NAP, Rev 1.

B Claims

If inclusion of land rented on an AUM basis causes an overpayment from NAP payments already paid, establish claims as per applicable claim procedure. Follow handbook 7CP for determining whether the overpayment may qualify for a request of relief under Finality Rule.

Disposal Date September 1, 2003	Distribution STO, DDs, COF
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Oregon Notice NAP –17

2 Action, Continued

C Exception to Unit Structure

Those participants who paid fees for 2003 crop year grazing coverage subsequent to issuance of Notice NAP 58 must have a unit structure that only includes Federal or State land meeting the requirements of subparagraph 192C, 1NAP, Rev 1.