

### Grassland CRP: Working Land Opportunities







Farm Service Agency



## Today's Agenda

- TJ Wilson, Conservation Director
- Ivy Reynolds, Grassland CRP Program Manager
- Question and Answer Session
- Resources



### **Contract Effective Date**

- Signup runs until May 26
- Effective date is 10/01/2023 for SU205
- The CRP-1 period is 10 or 15 years

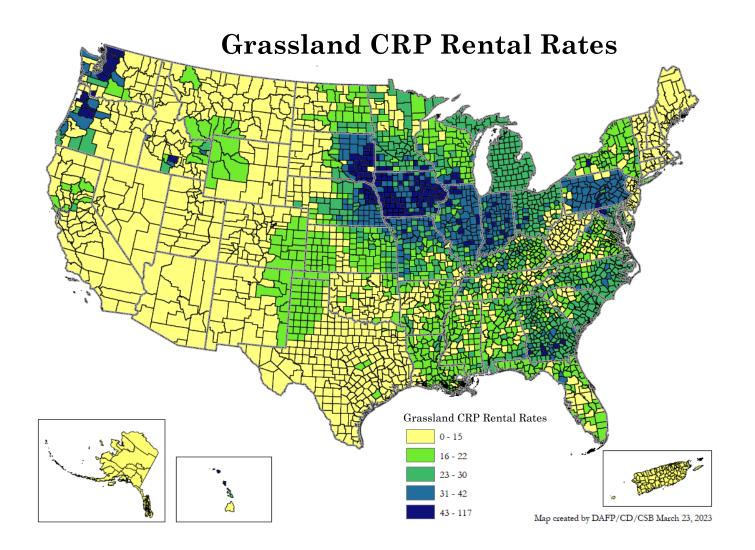




### Grassland CRP Rental Rates

- Market grazing value of the land
- Based on 75% of the NASS pastureland rental rates
- Include climate-smart incentive rate of 5%











## Eligible Participants

| Individual                               | Trust – Revocable                        |
|--|--|
| General Partnership                      | State and local government               |
| Joint venture                            | Churches, charities, and non-<br>profits |
| Corporations or organizations            | Limited liability company                |
| Public school                            | Limited partnership                      |
| BIA or Indian represented by<br>BIA      | Limited liability partnership            |
| Trust – irrevocable                      | Limited liability limited partnership    |
| Individual operating as a small business | Estate                                   |
| Indian tribal venture                    |  |

2-CRP(Rev. 6) Par. 126A



### Eligible Participants

Native American Tribal land is eligible for CRP. Tribal lands are:

- subject to BIA management
- subject to Tribal land management
- not U.S. owned.

The typical requirements for signatures apply unless:

- a trustee of BIA representing the native Americans owning the land signs on their behalf
- a Native American has a restrictive 5-year BIA farm lease that has been extended according to BIA provisions.



### Land Ownership Requirement

An owner is eligible to submit an offer for grassland CRP if they have owned the land for 12 months before the close of signup.

#### Exceptions:

- Land acquired as a result of death
- Land acquired under circumstances other than for placement in CRP
- Expiring CRP



## **Operator Requirements**

An operator is eligible to offer land for enrollment in grassland CRP **both** of the following are met:

- operated the land for 12 months before the close of signup.
- provides satisfactory evidence that control of the land will continue uninterrupted for the CRP-1 period.



#### **Landlord Tenant Provisions**

When **not enrolled** in CRP at the time of signup, landlords must:

- provide tenants, who have an interest in the acreage being offered at the time of signup, an opportunity to participate in CRP
- not reduce the number of tenants on the farm as a result of or in anticipation of enrollment in CRP



### **Landlord Tenant Provisions**

When **enrolled in CRP** at the time of signup, landlords must:

- provide tenants, with an interest in the CRP-1 acreage, an opportunity to participate in CRP if either of the following apply:
  - the tenant is otherwise involved in farming other cropland acreage on the farm at the time of signup
  - the tenant has an interest in the acreage being offered on the effective date of the new CRP-1.



## Eligible Land

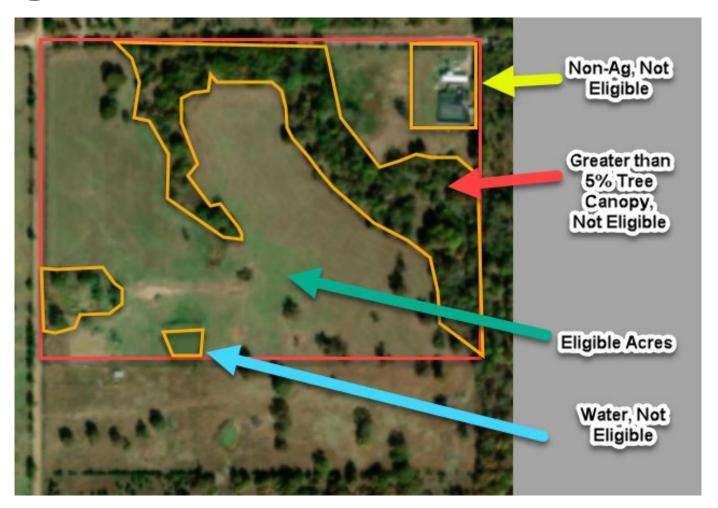
- Classified in 10-CM as cropland or rangeland, **and** has a permanent cover established.
  - With less than 5% tree canopy interspersed throughout offered acreage
- Expiring CRP or expiring GRP.
- Private, State, and Tribally owned land.

**Remember**: Cropping history is not required.





# Eligible Land





### Ineligible Land

- Forest or woodland
- Land under easement with a resource conserving measure
- Federally owned land





#### **Easements**



Land enrolled in grassland CRP

Land encumbered by an easement

Participant may continue to earn CRP payments if:

- participant continues to comply with CRP terms and conditions
- **entity/organization/**agency providing the conservation easement certifies, in writing, that:
  - it was aware of the existence of CRP-1 at the time the participant agreed to encumber the acreage
  - the participant will be able to comply with all CRP provisions.



#### **Easements**



Land encumbered by an easement

Land enrolled in grassland CRP

May be eligible if the easement does **not** contain a resource conserving measure.

- If the easement restricts agricultural uses, it will likely be **ineligible**
- If the easement restricts development but not agricultural uses, it is likely **eligible**



### **Easements**

FSA will review all land encumbered by an easement and make a determination on a case-by-case basis.









### Payment Limitation for CRP

Annual payment limitation is \$50,000 for eligible persons or entities.

Cost share payments are not included.





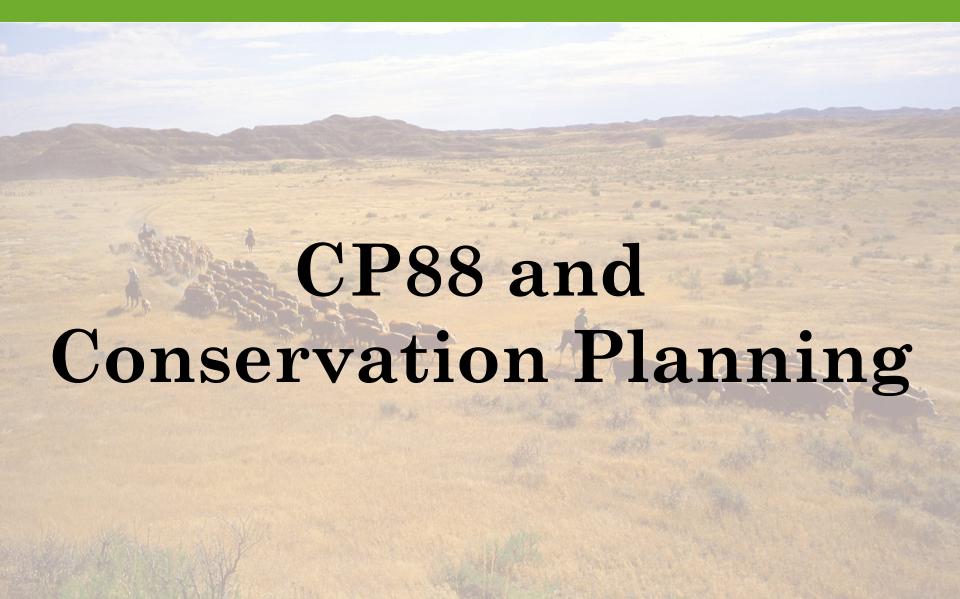
### Adjusted Gross Income

The \$900,000 average AGI limitation applies as follow CRP.

- Calculated using 3 taxable years. '
- For 2023,
  - 2021, 2020, and 2019 will be used
- Participants can request a waiver of this provision





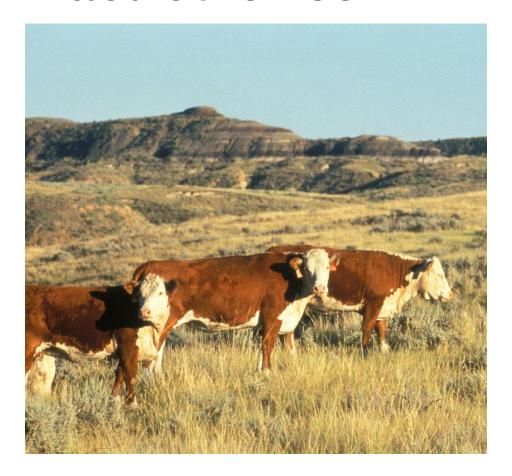




### Grassland CRP Practice CP88

#### CP88 allows for:

- Grazing
- Haying or mowing
- Harvesting for seed production
- Maintaining existing cover
- Fire pre-suppression, firerelated rehabilitation, and construction of fire breaks.





### **Grassland CRP Practice CP88**

#### Producers must:

- maintain cover and keep free of noxious and invasive species (no C/S available).
- Complete an annual acreage certification for acres enrolled
- Not cultivate land
- Not develop land (housing, oil field, wind turbines etc.)





# Cost Share Policy

- 50% cost share is authorized when installation:
  - Promotes common grazing activities
  - Prevents degradation of environmental benefits
  - Is included in conservation plan
  - Is based on a resource concern as determined by NRCS or TSP
  - Is the most effective and cost-efficient alternative.



### **Cost Share Policy**

#### Eligible Components:

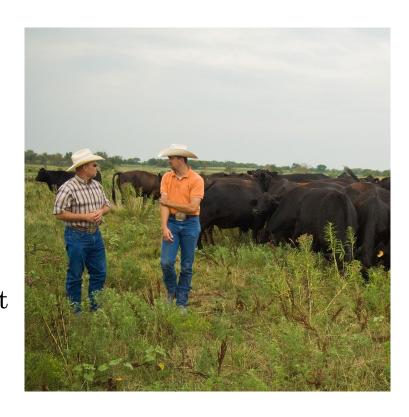
- Permanent internal fence
- Ponds, wells, spring developments, pipelines, and water facilities
- Fuel break
- Livestock trails and walkways
- Prescribed burning





## Conservation Planning Overview

- Conservation plans must include:
  - Applicable system management items
    - 528, if grazed
    - 511, if hayed
    - 472, 315, and/or 645 if being managed as wildlife habitat.
  - Facilitating practices
    - 382, 614, 533, 642, etc.
  - Applicable vegetation management items
    - 315, 314, 338, others









County Office shall explain program details:

- •Eligibility
- •Rental rates
- •Requirements of the program
- Availability of cost share
- •Grassland CRP Ranking Process



Participant determines offered acreage

FSA verifies producer eligibility.

FSA determines land eligibility

2-CRP(Rev. 6) Par. 265B, Steps 2-3



Delineate acres to be offered in TERRA

Upload offer to COLS

Rank Offer

Provide producer with copies of ranking sheet, CRP-1, CRP-2G

2-CRP(Rev. 6) Par. 265B, Steps 5-8



Owner and/or operator sign:

- CRP-1,
- CRP-2G
- CRP-2G-1 (if applicable)

Only 1 signature is required to submit an eligible offer





Offer is submitted for ranking

Signup results are announced

Participant is notified of the status of their offer.

Conservation Planning Signatures are obtained on CRP-1 and Conservation Plan

2-CRP(Rev. 6) Par. 265B, Steps 10-17



Producers can back out of the offer up until the point they sign the NRCS or TSP Conservation Plan without any penalty.







### **Grassland Ranking Factors**

F1 Current and future use (30 points) F2 Beginning Farmer/Rancher, Veteran Underserved Producer (20 points) Maximizing grassland preservation (35) F3 points) F4 Vegetative cover (30 points) F5 Environmental factors (45 points) Small Scale Livestock Operation (10 F6 points) Cost (25 points) F7



#### F1 - Current and Future Use

#### Current use:

F1a – up to 20 points if more than 50% of offer is expiring CRP or expiring GRP this will be prorated if less than 50% (0 to 20)

F1b - 10 points if more than 50% of offer is expiring CP2 or CP10's (0 or 10)

These factors (F1a + F1b) are additive



# F2 - Beginning, Underserved, Limited Resource, Veteran Producer (0-20 Points)

50% of the contract shares are held by producers who certify to:

- Beginning Farmer or Rancher,
- Veteran Farmer or Rancher,
- Limited Resource, or
- Historically Underserved





# Definition of Beginning Farmer or Rancher

A person or legal entity for which both of the following are true:

- has not actively operated and managed a farm or ranch for more than 10 years
- materially and substantially participates in the operation

For a legal entity, to be considered a beginning farmer or rancher, at least 50 percent of the interest must be beginning farmers or ranchers.



### Definition of Socially Disadvantaged Farmer or Rancher

Socially disadvantaged groups include the following and no others unless approved in writing by the Deputy Administrator:

- American Indians or Alaskan Natives
- Asian Americans
- African Americans
- Hispanic Americans
- Native Hawaiians or other Pacific Islanders
- Women



#### **Definition of Veteran Farmer**

A farmer or rancher who served in the active military, naval, or air service, and who was discharged or released from the service under conditions other than dishonorable and who:

- has not actively operated and managed a farm or ranch for more than 10 years
- materially and substantially participates in the operation



### Definition of Limited Resource Producer

Producer must meet the criteria for **both** of the following:

- a producer whose direct or indirect gross farm sales do not exceed the amount identified in the Limited Resource Farmer/Rancher Self Determination Tool
  - https://lrftool.sc.egov.usda.gov/
- a producer whose total household income was at or below the national poverty level for a family of 4.



# F3 – Maximizing Grassland Preservation (0-35 points)

F3a - if eligible land is at the greatest risk from the threat of conversion to uses other than grassland (0, 2.5, 5, 7.5, or 10 points).

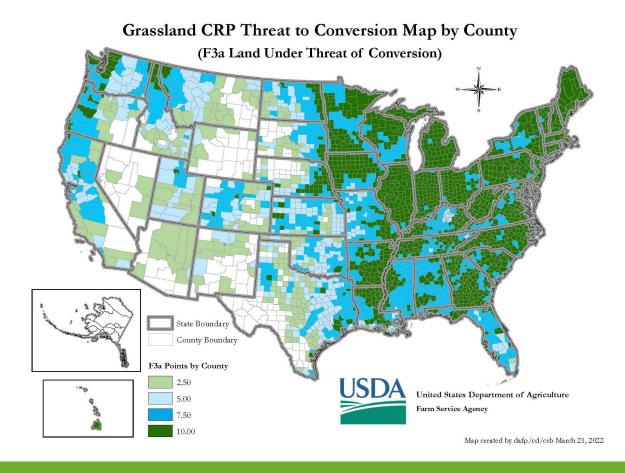
F3b - if over 50 percent of offer is in the national threat of conversion GIS layer (0 or 20 points).

F3c - if the offer is for a 15-year contract (0 or 5 points).



# F3a – Greatest Risk from Threat of Conversion (0-10 points)

The offers will receive 0, 2.5, 5, 7.5, or 10 points.





# F3b – National Threat of Conversion GIS Layer (0 – 20 points)

- 20 points are assigned if over 50 percent of the offered acreage is within the GIS layer.
- This factor provides additional points for land with less than 3% slopes, which are more likely to be converted to cropland or development.





### F3c -Contract Length

A 15-year contract will receive 5 points. (0 or 5 points)





### F4 - Vegetative Cover (0-30 Points)

- 0 30 points determined by the established grass cover
- Weighted average is taken on offers with multiple fields.





### F4 – Vegetative Cover (0-30 Points)

| Practice CP88 1/  | Assigned Point Score |  |
|---|----------------------|--|
| Permanent Introduced Grasses and Legumes 1/   |                      |  |
| Monoculture stand.  | 5                    |  |
| Existing stand of 2 or more species of an introduced grass species.   | 10                   |  |
| Existing stand (minimum of 4 species) of at least 3 introduced grasses and at least 1 forb or legume species best suited for wildlife | 20                   |  |
| in the area.  |                      |  |
| Permanent Native Grasses, Forbs, or Legumes 1/  |                      |  |
| Monoculture stand.  | 10                   |  |
| Existing stand (minimum of 3 species) or at least 2 native grass species.   | 20                   |  |
| Existing stand (minimum of 5 species) of at least 3 native grasses.   | 30                   |  |

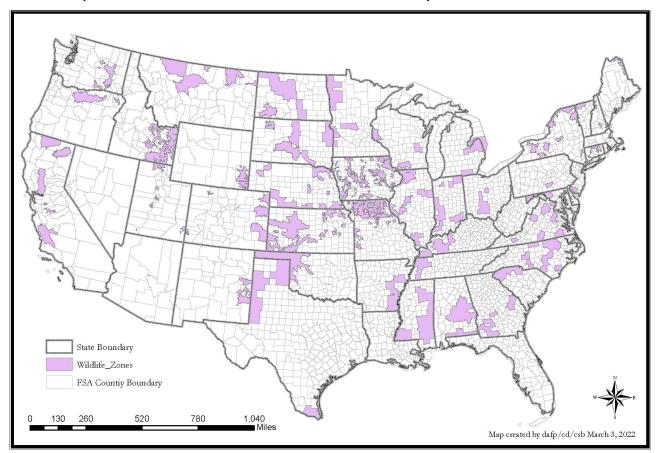


# F5 - Environmental Factors (0 to 45 points)

- F5a Over 50% of offer is in State CRP Wildlife Priority Zones (0 or 15 points)
- F5b Over 50% of the offer is in the State Grassland CRP Priority Zone (0 or 15 points)
- F5c Over 50% of the offer is in the Grassland CRP National Grassland Priority Zone (0 or 15 points)

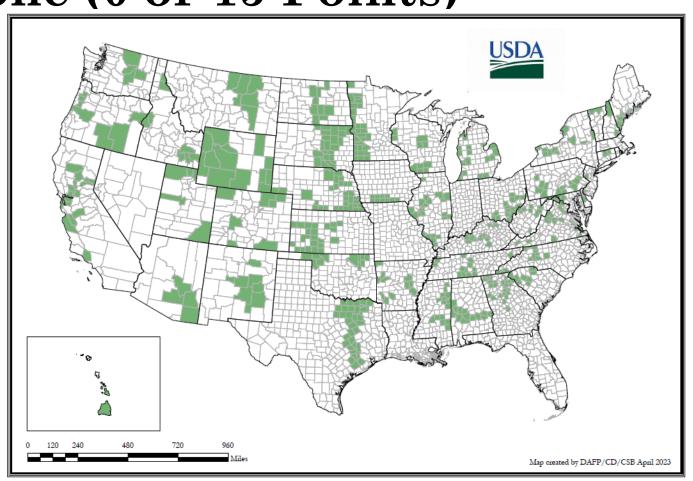


## F5a - State CRP Wildlife Priority Zones (0 or 15 Points)



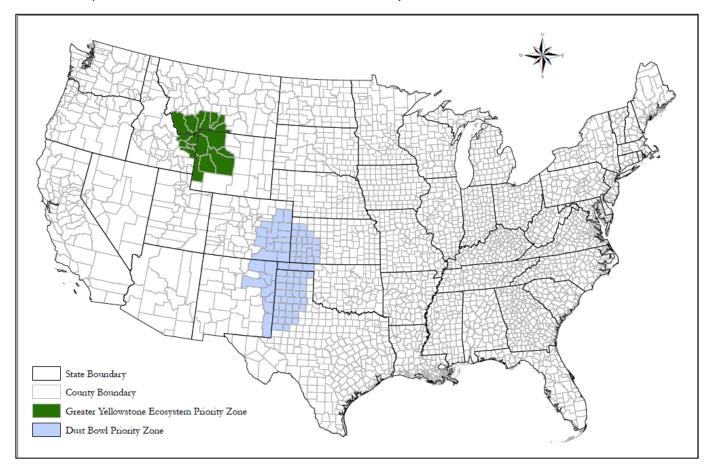


### F5b – State Priority Grassland Zone (0 or 15 Points)





### F5c – Grassland CRP National Priority Zones (0 or 15 Points)





# F6- Small-Scale Livestock Operation (0 or 10 Points)

#### Producer certifies to:

- Grazing less than 140 animal units, and
- Offering less than 200 acres for grassland CRP





#### F7 – Cost Factors (0 to 25 points)

F7a – Maximum rental rate less than \$15, (0 or 15 points)

F7b - Offer less than maximum payment rate, (0-25 points)

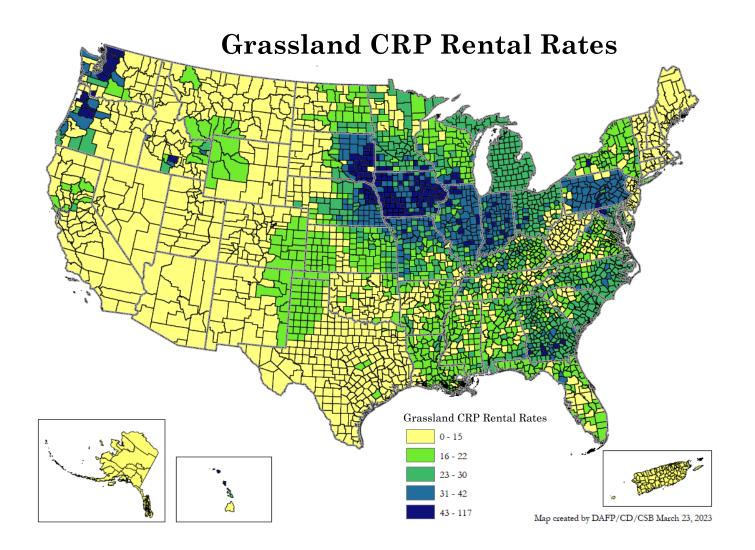


### F7a- Cost Factors (0 or 15 points)

Offers with maximum rental rates less than \$15 receive 15 points.









# F7b- Cost Factors (0 to 25 points)

F7 points will be awarded for **whole percent** below the maximum payment rate, based on the following. Percentage values are **reduced** to a whole number.

| Percent Below<br>Maximum Payment<br>Rate | F7 Point |
|--|----------|
| 1  | 2        |
| 2  | 4        |
| 3  | 6        |
| 4  | 8        |
| 5  | 10       |
| 6  | 12       |
| 7  | 14       |
| 8  | 16       |
| 9  | 18       |
| 10                                       | 20       |
| 11                                       | 21       |
| 12                                       | 22       |
| 13                                       | 23       |
| 14                                       | 24       |
| >15                                      | 25       |



#### Contact

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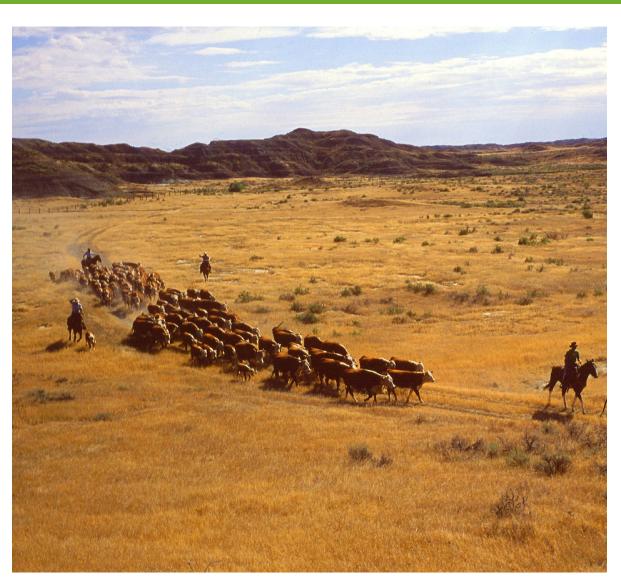


### Resources

- FSA Website: fsa.usda.gov/crp
- Farmers.gov: farmers.gov/conserve
- Locate USDA Service Center: farmers.gov
- FSA Outreach: fsa.usda.gov/outreach



## Grasslands CRP Signup 205







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