USDA Announces Block Grants for Three States as Part of Broader Disaster Relief Package

U.S. Secretary of Agriculture Sonny Perdue announced the U.S. Department of Agriculture (USDA) will make available $800 million to agricultural producers in Alabama, Florida, and Georgia affected by hurricanes Michael and Florence. The state block grants are part of a broader $3 billion package to help producers recover from 2018 and 2019 natural disasters, which includes the Wildfire and Hurricane Indemnity Program-Plus (WHIP+) as well as programs for loss of milk and stored commodities.

USDA and the governor’s office in Florida and the state departments of agriculture in the other two states are working out final details for the grants, which will cover qualifying losses not covered by other USDA disaster programs. Grant funding will cover losses of timber, cattle, poultry, as well as for necessary expenses related to losses of horticulture crops and present value losses associated with pecan production.

For covered commodities, USDA’s Farm Service Agency (FSA) opened signup for WHIP+ in September and has since distributed millions of dollars in assistance to producers throughout the country to help with recovery from 2018 and 2019 disasters. Signup for the program continues into 2020.
WHIP+, the block grants, the Milk Loss Program and the On-Farm Storage Loss Program were authorized by the Additional Supplemental Appropriations for Disaster Relief Act of 2019.

Other Assistance

USDA crop insurance programs paid in 2018 indemnities of $489 million to producers affected by the hurricanes that devastated the Southeast. Many producers in the area also have received help through USDA's Emergency Conservation Program, Environmental Quality Incentives Program or Emergency Forest Restoration Program.

Farmers affected by flooding and excess moisture in 2019 have received assistance through the prevented planting provisions in their crop insurance policies. So far this year, producers have reported they were prevented from planting on nearly 20 million acres, a modern record. Indemnities from crop insurance have surpassed $4 billion this year, with almost $3.9 billion of that going to producers unable to plant because of flooding or excess moisture.

Environmental Review Required Before Project Implementation

The National Environmental Policy Act (NEPA) requires Federal agencies to consider all potential environmental impacts for federally-funded projects before the project is approved.

For all Farm Service Agency (FSA) programs, an environmental review must be completed before actions are approved, such as site preparation or ground disturbance. These programs include, but are not limited to, the Emergency Conservation Program (ECP), Farm Storage Facility Loan (FSFL) program and farm loans. If project implementation begins before FSA has completed an environmental review, this will result in a denial of the request. There are exceptions regarding the Stafford Act and emergencies. It is important to wait until you receive written approval of your project proposal before starting any actions, including, but not limited to, vegetation clearing, site preparation or ground disturbance.

Remember to contact your local FSA office early in your planning process to determine what level of environmental review is required for your program application so that it can be completed timely.

Applications cannot be approved contingent upon the completion of an environmental review. FSA must have copies of all permits and plans before an application can be approved.

2020 Acreage Reporting Dates

In order to comply with FSA program eligibility requirements, all producers are encouraged to visit their local FSA office to file an accurate crop certification report by the applicable deadline.

Acreage reporting dates vary by crop and by county so please contact your local FSA office for a list of county-specific deadlines. The following upcoming acreage reporting dates are applicable for Alabama:
November 15, 2019  Onions

January 2, 2020  Honey (If colonies are acquired after January 2, 2020, the crop must be reported within 30 calendar days of the date colonies of bees are acquired, brought into, or removed from the county.)

January 15, 2020  Blueberries, Canola, Rapeseed, Fall Oats, Peaches, Fall Wheat

March 15, 2020  Pecans, Potatoes (planted Jan. 1- Mar. 1)

May 15, 2020  Sweet Corn, Potatoes (planted Mar. 2-Apr. 15), Tobacco, Tomatoes

May 31, 2020  Nursery Crops

July 15, 2020  PRF/Perennial Forage, CRP and All Other Crops

September 30, 2020 – Value loss and controlled environment crops, with the exception of Nursery

The following exceptions apply to acreage reporting dates:

- If the crop has not been planted by the applicable acreage reporting date, then the acreage must be reported no later than 15 calendar days after planting is completed.
- If a producer acquires additional acreage after the applicable acreage reporting date, then the acreage must be reported no later than 30 calendars days after purchase or acquiring the lease. Appropriate documentation must be provided to the county office.
- If a perennial forage crop is reported with the intended use of “cover only,” “green manure,” “left standing,” or “seed,” then the acreage must be reported by July 15th.

Noninsured Crop Disaster Assistance Program (NAP) policy holders should note that the acreage reporting date for NAP covered crops is the earlier of the applicable dates or 15 calendar days before grazing or harvesting of the crop begins.

For questions regarding crop certification and crop loss reports, please contact your local FSA office.

Livestock Inventory Records

Producers are reminded to keep updated livestock inventory records. These records are necessary in the event of a natural disaster.

When disasters strike, the USDA Farm Service Agency (FSA) can assist producers who suffered excessive livestock death losses and grazing or feed losses due to eligible natural disasters.

To participate in livestock disaster assistance programs, producers will be required to provide verifiable documentation of death losses resulting from an eligible adverse weather event and must submit a notice of loss to their local FSA office within 30 calendar days of when the loss of livestock is apparent. For grazing or feed losses, producers must submit a notice of loss to their local FSA office within 30 calendar days of when the loss is apparent and should maintain documentation and receipts.

Producers should record all pertinent information regarding livestock inventory records including:
• Documentation of the number, kind, type, and weight range of livestock
• Beginning inventory supported by birth recordings or purchase receipts;

For more information on documentation requirements, contact your local FSA office.

**USDA Encourages Producers to Consider NAP Risk Protection Coverage Before Crop Sales Deadlines**

The Farm Service Agency encourages producers to examine available USDA crop risk protection options, including federal crop insurance and Noninsured Crop Disaster Assistance Program (NAP) coverage, before the applicable crop sales deadline.

Producers are reminded that crops not covered by insurance may be eligible for NAP. Beginning, underserved and limited resource farmers are now eligible for free catastrophic level coverage.

Federal crop insurance covers crop losses from natural adversities such as drought, hail and excessive moisture. NAP covers losses from natural disasters on crops for which no permanent federal crop insurance program is available, including perennial grass forage and grazing crops, fruits, vegetables, mushrooms, floriculture, ornamental nursery, aquaculture, turf grass, ginseng, honey, syrup, bioenergy, and industrial crops.

Producers can determine if crops are eligible for federal crop insurance or NAP by visiting [https://webapp.rma.usda.gov/apps/ActuarialInformationBrowser2018/CropCriteria.aspx](https://webapp.rma.usda.gov/apps/ActuarialInformationBrowser2018/CropCriteria.aspx).

The 2018 Farm Bill reinstates higher levels of coverage, from 50 to 65 percent of expected production in 5 percent increments, at 100 percent of the average market price. Producers of organics and crops marketed directly to consumers also may exercise the “buy-up” option to obtain NAP coverage of 100 percent of the average market price at the coverage levels of between 50 and 65 percent of expected production. NAP basic coverage is available at 55 percent of the average market price for crop losses that exceed 50 percent of expected production.

For all coverage levels, the NAP service fee is the lesser of $325 per crop or $825 per producer per county, not to exceed a total of $1,950 for a producer with farming interests in multiple counties.

Deadlines for coverage vary by state and crop. To learn more about NAP visit [www.fsa.usda.gov/nap](http://www.fsa.usda.gov/nap) or contact your local USDA Service Center. To find your local USDA Service Centers go to [http://offices.usda.gov](http://offices.usda.gov).


**Emergency Disaster Declarations and Designations**

Farmers and ranchers know all too well that natural disasters can be a common, and likely a costly, variable to their operation. The Farm Service Agency (FSA) has emergency assistance programs to provide assistance when disasters strike, and for some of those programs, a disaster designation may
be the eligibility trigger. When natural disaster occurs, there is a process for requesting a USDA Secretarial disaster designation for a county. Agricultural producers can play a vital role in this process. If you have experienced a production loss as a result of a natural disaster you may submit a request to your local FSA county office for your county to be evaluated for a Secretarial disaster designation. Once a request is received, the county office will collect disaster data and create a Loss Assessment Report. The County Emergency Board will review the Loss Assessment Report and determine if a recommendation is sent forward to the U.S. Secretary of Agriculture for the designation.

For more information on FSA disaster programs and disaster designations, visit www.fsa.usda.gov/disaster.

**Loan Servicing**

There are options for Farm Service Agency loan customers during financial stress. If you are a borrower who is unable to make payments on a loan, contact your local FSA Farm Loan Manager to learn about the options available to you.

**Disaster Set-Aside (DSA) Program**

FSA borrowers with farms located in designated primary or contiguous disaster areas who are unable to make their scheduled FSA loan payments should consider the Disaster Set-Aside (DSA) program.

DSA is available to producers who suffered losses as a result of a natural disaster and is intended to relieve immediate and temporary financial stress. FSA is authorized to consider setting aside the portion of a payment/s needed for the operation to continue on a viable scale.

Borrowers must have at least two years left on the term of their loan in order to qualify.

Borrowers have eight months from the date of the disaster designation to submit a complete application. The application must include a written request for DSA signed by all parties liable for the debt along with production records and financial history for the operating year in which the disaster occurred. FSA may request additional information from the borrower in order to determine eligibility.

All farm loans must be current or less than 90 days past due at the time the DSA application is complete. Borrowers may not set aside more than one installment on each loan.

The amount set-aside, including interest accrued on the principal portion of the set-aside, is due on or before the final due date of the loan.

For more information, contact your local FSA farm loan office.

USDA is an equal opportunity provider, employer and lender. To file a complaint of discrimination, write: USDA, Office of the Assistant Secretary for Civil Rights, Office of Adjudication, 1400 Independence Ave., SW, Washington, DC 20250-9410 or call (866) 632-9992 (Toll-free Customer Service), (800) 877-8339 (Local or Federal relay), (866) 377-8642 (Relay voice users).