

North Carolina Fair Weather News - October 25, 2021

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Application Period Opens for Pandemic Response and Safety Grant Program



The U.S. Department of Agriculture (USDA) announced a <u>Request for Applications</u> (RFA) for the new Pandemic Response and Safety (PRS) Grant program and encourages eligible entities to apply now for funds. Applications must be submitted electronically through the grant portal at <u>https://usda-prs.grantsolutions.gov/usda</u> by 11:59 p.m. Eastern Time on Monday, November 22, 2021. Approximately \$650 million in funding is available for the PRS grants, which are funded by the

Pandemic Assistance provided in the Consolidated Appropriations Act of 2021.

The PRS Grant program will assist small businesses in certain commodity areas, including specialty crop producers, shellfish farming, finfish farming, aquaculture, and apiculture; specialty crop, meat, and other processors; distributors; and farmers markets. Small businesses and nonprofits in these industries can apply for a grant to cover COVID-related expenses such as workplace safety measures (e.g., personal protective equipment (PPE), retrofitting facilities for worker and consumer safety, shifting to online sales platforms, transportation, worker housing, and medical costs. The minimum funding request is \$1,500 and the maximum funding request is \$20,000.

The <u>RFA</u> and the <u>PRS Grant Portal</u> provide more details about eligibility for the grant. Eligible entities are required to obtain a free DUNS Number from Dun & Bradstreet (D&B) BEFORE

applying for this program. USDA has created a custom PRS DUNS number portal at <u>https://support.dnb.com/PandemicResponse</u>.

Application resources including Frequently Asked Questions (FAQs), tip sheets in English and Spanish on applying for a DUNS Number, videos on "How to Apply" and more are available on the <u>PRS Grant Portal</u>.

For more information, you can also reach out to the PRS help desk, Monday-Friday, 9 a.m.-9 p.m. ET at (301) 238-5550 or <u>usda.ams.prs@grantsolutions.gov</u>.

Check your eligibility, obtain a DUNS number, and learn more about the application process at the <u>PRS Grant Portal</u>.

USDA Unveils New Climate Partnership Initiative, Requests Public Input

The U.S. Department of Agriculture (USDA) is committed to partnering with agriculture, forestry and rural communities to develop climate solutions that strengthen rural America. The Department has outlined and requested public comments on a new climate partnership initiative designed to create new revenue streams for producers via market opportunities for commodities produced using climate-smart practices.



Guided by science, USDA will support a set of pilot projects that provide incentives to implement climate-smart conservation practices on working lands and to quantify and monitor the carbon and greenhouse gas benefits associated with those practices. The Department published a Request for Information (RFI) seeking public comment and input on design of the new initiative. Stakeholders interested in providing comments may do so on or before 11:59 p.m. EST on November 1, 2021, via the Federal Register, Docket ID: USDA-2021-0010.

USDA Invests \$4.7 Million to Provide Outreach and Technical Assistance to Historically Underserved Farmers and Ranchers



The U.S. Department of Agriculture (USDA) announced an investment of \$4.7 million to establish partnerships with organizations to provide outreach and technical assistance to historically underserved farmers and ranchers. The partnerships will support participation in Farm Service Agency (FSA) programs, including those that are part of USDA's <u>Pandemic Assistance for Producers</u> initiative.

Fifty-six project proposals, covering all states and territories, are being finalized to assist historically underserved farmers and ranchers in accessing FSA programs. Programs include outreach for pandemic assistance programs, including the signup re-opening of the <u>Coronavirus Food Assistance Program 2</u> (CFAP 2). These proposals will also assist in outreach for FSA's farm programs, <u>conservation programs</u>, <u>farm loans</u>, <u>county committee</u> <u>elections</u>, <u>disaster programs</u>, the <u>Heirs' Property Relending Program</u>, heirs' property

succession planning and the Agricultural Marketing Service's <u>Pandemic Response and Safety</u> <u>Grant</u> program.

The organizations and projects impacting North Carolina include:

- Farmer's Legal Action Group, Inc., providing support on CFAP2 nationwide
- Rural Advancement Foundation International-USA providing support on CFAP2
 Statewide
- National Young Farmers Coalition, Inc. providing support on CFAP2 all states
- Carolina Farm Stewardship Association providing support on CFAP2, other FSA programs throughout state
- American Farmland Trust, Inc. providing support on CFAP2, Heirs Property, RFS counties throughout North Carolina
- North Carolina Agricultural and Technical State University, providing support on OCCSP, Farm Loan Programs, NAP, FSFL throughout North Carolina
- Tennessee Women in Ag Association, providing support on CFAP2, Farm Ownership and other programs, Alamance, Caswell, Davidson, Guilford, Haywood, Lincoln, Madison, Montgomery, Person and Rockingham

Read about all 56 funded projects and organizations on <u>FSA's cooperative agreements</u> webpage.

Higher Loan Limit Now Available for USDA Guaranteed Farm Loans



The U.S. Department of Agriculture (USDA) announced a higher loan limit will be available for borrowers seeking a guaranteed farm loan starting Oct. 1, 2021, from \$1.776 million to \$1.825 million.

FSA farm loans offer access to funding for a wide range of producer needs, from securing land to financing the purchase of equipment. Guaranteed loans are financed and serviced by

commercial lenders. FSA provides up to a 95% guarantee against possible financial loss of principal and interest. Guaranteed loans can be used for both farm ownership and operating purposes.

In fiscal year 2021, FSA saw continued strong demand for guaranteed loans. FSA obligated more than \$3.4 billion in guaranteed farm ownership and operating loans. This includes nearly \$1.2 billion for beginning farmers. The number of guaranteed borrowers has grown by 10% to more than 38,750 farmers and ranchers over the last decade. FSA expects the increasing demand for farm loans to continue into fiscal year 2022.

Disaster Set-Aside Extension

USDA has additional support available to producers given the recent outbreaks of the COVID-19 Delta variant and has extended the availability of COVID-19 Disaster Set-Aside (DSA) for installments due through Jan. 31, 2022. In addition, FSA will permit a second DSA for COVID- 19 and a second DSA for natural disasters for those who had an initial COVID-19 DSA. Requests for a COVID-19 DSA or a second DSA must be received no later than May 1, 2022.

Last year, FSA broadened the use of the DSA. Normally used in the wake of natural disasters, the DSA can now allow farmers with USDA farm loans who are affected by COVID-19 and determined to be eligible, to have their next payment set aside. The set-aside payment's due date is moved to the final maturity date of the loan or extended up to twelve months in the case of an annual operating loan. Any principal set-aside will continue to accrue interest until it is repaid. This will improve the borrower's cashflow in the current production cycle.

More Information

Producers can explore available options on all FSA loan options at <u>fsa.usda.gov</u> or by contacting their <u>local USDA Service Center</u>. Service Center staff continue to work with agricultural producers via phone, email, and other digital tools. Because of the pandemic, some <u>USDA Service Centers</u> are open to limited visitors. Contact your Service Center to set up an in-person or phone appointment. Additionally, more information related to USDA's response and relief for producers can be found at <u>farmers.gov/coronavirus</u>.

USDA touches the lives of all Americans each day in so many positive ways. In the Biden-Harris Administration, USDA is transforming America's food system with a greater focus on more resilient local and regional food production, fairer markets for all producers, ensuring access to healthy and nutritious food in all communities, building new markets and streams of income for farmers and producers using climate smart food and forestry practices, making historic investments in infrastructure and clean energy capabilities in rural America, and committing to equity across the Department by removing systemic barriers and building a workforce more representative of America. To learn more, visit <u>www.usda.gov</u>.

Linkage Requirements for Payments Received Under WHIP+ and/or QLA



If you received a payment under the Wildfires and Hurricanes Indemnity Program+ (WHIP+) or the Quality Loss Adjustment Program (QLA) for crop production and/or quality losses occurring in 2018, 2019, or 2020 crop years, you are required to meet linkage requirements by obtaining federal crop insurance or Non-Insured Crop Disaster Assistance Program (NAP) coverage at the 60/100 level, or higher, for both the 2022 and 2023 crop years.

When applying for WHIP+ or QLA, form FSA-895 (Crop Insurance and/or NAP Coverage Agreement) was submitted acknowledging the requirement to obtain federal crop insurance, if available, or NAP coverage if federal crop insurance is not available. The coverage requirement is applicable to the physical location county of the crop that received WHIP+ and/or QLA benefits.

Producers should not delay contacting their federal crop insurance agent or local county FSA Office to inquire about coverage options, as **failure to obtain the applicable coverage by the sales/application closing date will result in the required refund of WHIP+ benefits received on the applicable crop, plus interest.** You can determine if crops are eligible for federal crop insurance or NAP by <u>visiting the RMA website</u>.

For more information, contact your local FSA Service Center at fsa.usda.gov/NC

USDA Offers Online Tool for Drought-Stricken Ranchers to Estimate Compensation for Feed Transportation Costs



An online tool is now available to help ranchers document and estimate payments to cover feed transportation costs caused by drought, which are now covered by the <u>Emergency Assistance</u> for Livestock, <u>Honeybees and Farm-raised Fish Program</u> (<u>ELAP</u>). The U.S. Department of Agriculture (USDA) updated the program this year to include feed transportation costs as well as lowered the threshold for when assistance for water hauling expenses is available. USDA's Farm Service Agency (FSA) will

begin taking applications this fall.

The new <u>ELAP Feed Transportation Producer Tool</u> is a Microsoft Excel workbook that enables ranchers to input information specific to their operation to determine an estimated payment. Final payments may vary depending on eligibility.

To use the tool, ranchers will need:

- Number of truckloads for this year.
- Mileage per truckload this year.
- Share of feed cost this year (if splitting loads).
- Number of truckloads you normally haul.
- Normal mileage per truckload.
- Share of normal feed cost

The tool requires Microsoft Excel, and a tutorial video is available.

Updates to ELAP

ELAP provides financial assistance to eligible producers of livestock, honeybees and farmraised fish for losses due to disease, certain adverse weather events or loss conditions as determined by the Secretary of Agriculture. ELAP now covers feed transportation costs where grazing and hay resources have been depleted. This includes places where:

Drought intensity is D2 for eight consecutive weeks as indicated by the <u>U.S. Drought Monitor</u>; or

Drought intensity is D3 or greater.

The tool calculates the estimated payment for feed transportation assistance, but it is not an application. Once FSA begins accepting applications later this fall for feed transportation assistance, ranchers should contact their FSA county office to apply. To simplify the application process, ranchers can print or email payment estimates generated by this tool for submission to FSA. The deadline to apply for ELAP, including feed transportation costs, for 2021 is Jan. 31, 2022.

ELAP already covers above normal costs for hauling water to livestock in areas where drought intensity is D3 or greater on the drought monitor. FSA is also updating ELAP to also cover

water hauling in areas experiencing D2 for eight consecutive weeks, lowering the threshold for this assistance to be available. Program benefits are retroactive for 2021.

Payment Calculations

USDA will reimburse eligible ranchers 60% of feed transportation costs above what would have been incurred in a normal year. Producers qualifying as underserved (socially disadvantaged, limited resource, beginning or military veteran) will be reimbursed for 90% of the feed transportation cost above what would have been incurred in a normal year.

USDA uses a national cost formula to determine reimbursement costs that will not include the first 25 miles and distances exceeding 1,000 transportation miles. The calculation will also exclude the normal cost to transport hay or feed if the producer normally purchases some feed. For 2021, the initial cost formula of \$6.60 per mile will be used (before the percentage is applied).

Eligibility

To be eligible for ELAP assistance, livestock must be intended for grazing and producers must have incurred feed transportation costs on or after Jan. 1, 2021. Although producers will self-certify losses and expenses to FSA, producers are encouraged to maintain good records and retain receipts and related documentation in the event these documents are requested for review by the local FSA County Committee.

More Drought Recovery Information

USDA has taken additional steps to assist drought-impacted producers, including:

- Extending deadlines for crop insurance premium and administrative fees, and deferring interest accrual.
- <u>Streamlining and accelerating losses and issuance of indemnity payments for crop</u> <u>insurance</u>.
- Investing \$41.8 million through a four-state pilot of the Environmental Quality Incentives Program Conservation Incentive Contracts focused on drought practices.
- Investing \$15 million through a block grant to the Klamath Drought Response Agency to provide payments to producers to reduce irrigation demand.

USDA offers a comprehensive portfolio of disaster assistance programs. On farmers.gov, the <u>Disaster Assistance Discovery Tool</u>, <u>Disaster Assistance-at-a-Glance fact sheet</u>, and <u>Farm</u> <u>Loan Discovery Tool</u> can help producers and landowners determine all program or loan options available for disaster recovery assistance. For details, producers should contact their <u>local USDA Service Center</u>.

Share Your 2021 Harvest



In spring, many of you shared with us photos and videos of the seeds and seedlings you sowed, and your hopes for the coming season. (View the storymap: <u>https://arcg.is/0Lq1z5</u>)

This fall as you reap the rewards of your work, we want to hear from you once again. Did the year go as you expected, or did

you experience some surprises? Is your harvest bountiful, or were you impacted by conditions

like drought, flood, or pests? Did our pandemic or farm programs benefit your operation this year? Did you try any new tactics or equipment, and if so, how did it go?

Send photos and videos of your operation's harvest activities, along with a few sentences reflecting your thoughts on the above questions by October 27 to <u>SM.FP.Social@usda.gov</u>. You may be featured on FarmersGov national social media channels, a national storymap, and/or our wrap-up blog scheduled to publish in late October. For more details and examples, read our short blog story: <u>https://go.usa.gov/xMUan</u>.

Selected Interest Rates for October 2021

90-Day Treasury Bill	0.125%
Farm Operating Loans - Direct	1.75%
Farm Ownership Loans - Direct	2.875%
Farm Ownership Loans - Direct Down Payment, Beginning Farmer or Rancher	1.50%
Emergency Loans	2.75%
Farm Storage Facility Loans (7Years)	1.125%
Commodity Loans 1996 - Present	0.125%

Important Dates to Remember

October 2021- <u>National Disability Employment Awareness Month</u> November 11 - Veteran's Day Holiday (Offices Closed) November 25 - Thanksgiving Day Holiday (Offices Closed)

North Carolina State FSA Office

4407 Bland Road Suite 175 Raleigh, NC 27609

Phone: 919-875-4800 Fax: 844-325-6874

Bob Etheridge State Executive Director

STATE COMMITTEE

T. Pender Sharp

Bob.Etheridge@usda.gov 919-875-4802

DIVISION CHIEFS

Tracie Jones Administrative Officer

<u>Tracie.Jones@usda.gov</u> 919-875-4848

Paula Nicholls Chief Farm Loan Programs

Paula.Nicholls@usda.gov 919-875-4854

Alicia Best Interim State Public Affairs /Outreach Specialist

Alicia.Best@usda.gov 919-875-4803 Rob Satterfield Chief Farm Programs

Rob.Satterfield@usda.gov 919-875-4824

James Davis Chief Price Support Programs

<u>Jamesa.Davis@usda.qov</u> 919-875-4818