



NEWSLETTER



March 2011

Bingham County FSA Office

County Office Staff

Steve Fullmer, CED
Elise Cumpston, PT
Sheila Rigby, PT

Farm Loan Staff

Dustin Carter, FLM
Ben Young, FLO
Matt Macedo, FLO
Nikki Roberts, FLPT

www.fsa.usda.gov/

Hours

Monday - Friday
8:00 am - 4:30 pm

DCP Signup by June 1

Enrollment for the 2011 Direct and Counter-cyclical Program (DCP) is now open with a deadline of June 1, 2011. Producers should bring current leases and visit any USDA service center to complete their 2011 DCP contract.

DCP Program payments are calculated 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 2011, eligible producers may request partial direct payments as an advance on the total amount.

CRP Signup Opens

The Conservation Reserve Program (CRP) general signup is set to begin on March 14, 2011, and continue through April 15, 2011. During the signup period, farmers and ranchers may offer eligible land for CRP's competitive general signup at the FSA office.

Land currently not enrolled in CRP may be offered in this signup provided all eligibility requirements are met. Additionally, current CRP participants with contracts expiring this fall may make new contract offers. Contracts awarded under this signup are scheduled to become effective Oct. 1, 2011.

FSA will evaluate and rank eligible CRP offers using an Environmental Benefits Index (EBI) and cost factors. The EBI consists of the five specific environmental factors of 1) wildlife, 2) water, 3) soil, 4) air and 5) enduring benefits. Decisions on the EBI cutoff will be made after the sign-up ends and after analyzing the EBI data of all the offers.

In addition to the general sign-up, CRP's continuous sign-up program will be ongoing. Continuous acres represent the most environmentally desirable and sensitive land. More information can be found online at: www.fsa.usda.gov/crp

ACRE Signup by June 1

The ACRE Program provides a safety net based on state revenue losses and acts as an option in place of the price-based safety net of counter-cyclical payments under DCP. The June 1, 2011, signup deadline is mandatory for all participants.

The total number of planted acres for which a producer may receive ACRE payments may not exceed the total base on the farm. In exchange for participating in ACRE, in addition to not receiving counter-cyclical payments, a farm's direct payment is reduced by 20%, and marketing loan rates are reduced by 30%.

An ACRE-ACRE payment is based on a revenue guarantee calculated using a 5-year average state yield and the most recent 2-year national price for each eligible commodity.

An ACRE payment is issued when both the state and the farm have incurred a revenue loss.

The decision to enroll in the ACRE Program is irrevocable. The owner of the farm and all producers on the farm must agree to enroll in ACRE. Once enrolled, the farm shall be enrolled for that initial crop year and will remain in ACRE through the 2012 crop year.

2010 production evidence is required. If it is not provided, it will remove you from this program and all 2010 direct payments will be called back. Please make an appointment to

**NOTICE
TO HISPANIC
AND/OR
WOMEN
FARMERS OR
RANCHERS
COMPENSATION
FOR CLAIMS OF
DISCRIMINATION**

If you believe that the United States Department of Agriculture (USDA) improperly denied farm loan benefits to you between 1981 and 2000 because you are Hispanic, or because you are female, you may be eligible to apply for compensation.

To register your name to receive a claims packet, call the Farmer and Rancher Call Center at 1-888-508-4429 or visit: www.farmerclaims.gov

The claims package will have detailed information about the eligibility and claims process.



USDA is an equal opportunity provider and employer.

complete this as soon as possible. Deadlines come rapidly.

Livestock Programs Available

FSA administers several programs that may be available to assist livestock producers dealing with problems caused by winter weather. To apply for assistance, producers need to document the number and kind of livestock that have died as a direct result of these winter storms. In situations where additional transport costs are being incurred to feed livestock, producers should document these additional costs.

Among the key programs are the Livestock Indemnity Program (LIP) and the Emergency Assistance for Livestock, Honeybees, and Farm-Raised Fish Program (ELAP). For livestock death losses to be eligible under LIP, producers must file a notice of loss with their local FSA office within 30 calendar days from when the loss is apparent to the producer.

Contact your nearest FSA office for additional information.

NAP Enrollment

To maintain eligibility for several FSA disaster assistance programs, producers must obtain crop insurance or NAP coverage before a disaster strikes. Noninsured Crop Disaster Assistance Program (NAP) applications for coverage must be filed using Form CCC-471 and applicable service fees must be paid by the closing date. Application closing dates vary by crop. Bingham County producers can contact the FSA Office for specific crop application sales closing dates at 208-785-2090.

Producers must obtain NAP or crop insurance coverage on all crops in order to remain eligible for the agency's Disaster Assistance Programs such as SURE, TAP, and ELAP. Producers must purchase at least catastrophic (CAT) level of insurance for all insurable crops. LFP requires coverage only on grazed acres.

NAP provides coverage to producers for non-insurable crops when low yields, loss of inventory or prevented planting occur due to natural disasters. Crops eligible for NAP coverage are those for which crop insurance is not available, including fruits and vegetables, aquaculture, pecans, turf grass and forage crops just to name a few.

More information about NAP may be found on the FSA web site located at www.fsa.usda.gov

FSA Payment Record

During the last week of January, producers who have received payments from FSA should have also received a CCC-1099-G from the Kansas City office. A CCC-1099-G is a report to the Internal Revenue Service about FSA payments made to producers during the previous calendar year. The CCC-1099-G is a service to help participating producers report taxable income. It is not intended to replace the program participant's responsibility to report income to the IRS.

If you received a CCC-1099-G, we recommend you check the amounts shown with those in your records to see that the amounts are correct. Refunds will no longer be reported on the 1099-G, but will be available online from the FSA Financial Inquiries (FSA-FI) web-based database.

If you have a question concerning the 1099-G refund information, you may contact the Bingham County Office for assistance in locating the correct payment data. If you choose to visit the office, bring your CCC-1099-G with you.

Honey Loans

Honey loans are a type of marketing assistance loan. They are currently available until March 31, 2011. The national loan rate for honey is \$.69 per pound. Market prices currently exceed the loan rate, so LDPs are not available at this time.

County Newsletter

Due to budget constraints, many of the county office newsletters will be sent through e-mail for 2011. If you want an uninterrupted monthly newsletter, please provide your e-mail address to this office. It will then be entered into the system and the newsletter will begin coming to you through e-mail.

Payments and Benefits

Payments and benefits under certain programs are subject to some or all of the following:

- Payment limitation by direct attribution.
- Payment limitation amounts for the applicable programs.
- Actively engaged in farming requirements.
- Cash-rent tenant rule.
- Foreign person rule.
- Average AGI limitations.

No program benefits subject to limitation will be provided until:

- All required forms for the specific situation are provided.
- Necessary payment eligibility and payment limitation determinations are made.

Actively Engaged

USDA has amended the requirements of being 'actively engaged' in farming. These rules apply to eligibility for payments under the Direct and Counter-cyclical Program (DCP) or Average Crop Revenue Election (ACRE).

Normally the stockholder or a member of a legal entity **must** make contributions of active personal labor and/or active personal management for the farming operation. The contributions are to be performed on regular basis, must be identifiable, and separate from the contributions of others.

The exception to this rule for a stockholder or member of a legal entity only occurs when both of the following apply:

- At least half of the interest in the legal entity is held by stockholders or members who are providing active personal labor or active personal management; and
- The total direct payments received by the legal entity and each of the members can't exceed \$40,000.

Adjusted Gross Income

USDA and the Internal Revenue Service have an electronic information exchange process for verifying compliance with the adjusted gross income (AGI) provisions for farm programs. Written consent will be required from each producer or payment recipient for the tax review process. No actual tax data will be included in the report that IRS sends to USDA. This to ensure that payments are not issued to producers whose AGI exceeds certain limits. The limits set in the 2008 Farm Bill are \$500,000 nonfarm average AGI for commodity and

disaster programs; \$750,000 farm average AGI for direct payments; and \$1 million nonfarm average AGI for conservation programs.

Participants in CCC programs subject to AGI rules must submit form CCC 927 (Individual) and/or CCC 928 (Legal Entity) to the Internal Revenue Service by June 15 to avoid interruption of program benefits. These forms may be obtained from FSA and NRCS offices or online at: <http://forms.sc.egov.usda.gov/eform>

Meet the New Farm Loan Program Staff

Bingham County FSA would like to announce the following changes to the Farm Loan Program staff:

- Dustin Carter has been selected as the new Farm Loan Manager for Bingham County. He has worked as a Farm Loan Officer for FSA for a total of 4 years.
- Benjamin Young is a newly appointed Farm Loan Officer. He has been working at the Bingham County office for the past year.
- Matt Macedo is also a newly appointed Farm Loan Officer. He has been working at FSA for the past year in the Madison County FSA office, and will now be stationed in Bingham County.

Please join us in welcoming this new change in staff!

Farm Loan Programs

FSA provides both annual and term operating loans, along with long-term financing, to eligible producers who are unable to obtain credit from other sources.

In the last several years, our policy and procedure has been streamlined and our credit limits have increased to improve the service that we provide. We have a great down payment loan program to help beginning farmers, minorities and women purchase farms. This program presents a great opportunity for bringing the next generation of farmers into the business.

We now have a conservation loan program as well to help implement improvements approved in NRCS conservation plans. The conservation loan program does not require the test for commercial credit, making it available to a much greater number of producers.

For more information on loan program eligibility and current interest rates, please contact one of our loan officers who look forward to serving you.



Hay Net – Your No-Cost Online Buying and Selling Market

Hay Net is a free, online hay locator service on the FSA website at <http://www.fsa.usda.gov/haynet>. Producers who want to buy or sell hay can post their ads at no charge to make connections. Hay Net is a popular site for farmers and ranchers who have an emergency need, such as the one caused by the current extreme winter conditions. Individual ads can be posted by producers after completing a simple online registration form.

Selected Interest Rates for March 2011	
90-Day Treasury Bill	0.125%
Farm Operating - Direct	2.500%
Farm Ownership - Direct	4.875%
Conservation Loan	4.875%
Farm Ownership - Direct Down Payment, Beginning Farmer or Rancher	1.500%
Emergency	3.750%
Farm Storage Facility (7 year)	2.875%
Commodity Loans 1996-Present	1.25%

Dates to Remember	
March 15	NAP Spring Planted Deadline
March 31	Honey Loans Close
April 15	CRP General Signup Ends
June 1	ACRE Signup Ends
June 1	2011 DCP Enrollment Ends

The U.S. Department of Agriculture (USDA) prohibits discrimination in all of its programs and activities on the basis of race, color, national origin, age, disability, and where applicable, sex, marital status, familial status, parental status, religion, sexual orientation, political beliefs, genetic information, reprisal, or because all or part of an individual's income is derived from any public assistance program. (Not all prohibited bases apply to all programs.) Persons with disabilities who require alternative means for communication of program information (Braille, large print, audiotape, etc.) should contact USDA's TARGET Center at (202) 720-2600 (voice and TDD). To file a complaint of discrimination, write to USDA, Assistant Secretary for Civil Rights, Office of the Assistant Secretary for Civil Rights, 1400 Independence Avenue, S.W., Stop 9410, Washington, DC 20250-9410, or call toll-free at (866) 632-9992 (English) or (800) 877-8339 (TDD) or (866) 377-8642 (English Federal-relay) or (800) 845-6136 (Spanish Federal-relay). USDA is an equal opportunity provider and employer.