November 2009

Latah County FSA News

Payment Problems

You are encouraged to closely monitor your farm program payments for fiscal year 2009. FSA has been transitioning from an old IBM System/36 computer system to online software systems to make payments. The System/36 is obsolete, and soon the agency will no longer be able to maintain it. The transition to the new systems has created temporary problems for issuing payments, as some of you may have experienced.

Final 2009 DCP and ACRE direct payments were issued in full this October. If you received an advance DCP or ACRE direct payment earlier this year, that amount was offset from your final direct payment. However, it may have been offset from a different farm or by a different county office. Also, if you received multiple advance payments, they may all have been offset from one farm. In limited cases, these advance payments may have been offset from one or more of your CRP annual rental payments. Individual payment amounts may look different than what you expect, but the total of all your payments should be similar to previous years, if nothing has changed.

Please know that we are trying to issue your payments as quickly as possible. Transaction statements are mailed directly from our Financial Services Center in Kansas City and may reach you after your payment is deposited into your bank account. If the total of all your payments is not what you expect, let us know.

Voting for County Committee Begins

Ballots for this year’s county committee election will be mailed to eligible voters on November 6, 2009. Voters must complete their ballots and return them to the Farm Service Agency county office by the close of business on December 7, 2009. If mailed, ballots must be postmarked by midnight December 7, 2009.

One candidate is on the ballot for this year’s election. Connie Esser was nominated in Local Administrative Area (LAA) 3 which represents Genesee and Moscow area farmers.

Eligible voters in this LAA who have not received a ballot should contact the FSA county office staff.

Voter Requirements

Persons meeting requirements in 1 or 2, plus 3, below, is eligible to vote:

1. Be of legal voting age and have an interest in a farm or ranch as either of the following: an owner, operator, tenant or sharecropper, or a partner in a general partnership or member of a joint venture that has an interest in a farm as an owner, operator, tenant or sharecropper; or
2. Not of legal voting age, but supervises and conducts the farming operations on an entire farm; and
3. Eligible to participate in any FSA program that is provided by law, regardless of the status of funding.

Discrimination Prohibited

No person shall be denied the right to vote because of race, color, national origin, sex, religion, age, disability, political beliefs, sexual orientation or marital or family status.

2010 DCP Signup

Enrollment for the 2010 Direct and Counter-cyclical Program (DCP) has begun and will continue through June 1, 2010. USDA urges producers to make use of the eDCP automated website to sign up, or producers can visit any USDA Service Center to complete their 2010 DCP contract.
This fall we will send out appointment postcards to those farms that participated in the 2009 DCP and ACRE programs. Once you get your postcard, please call to confirm your appointment. If for some reason you cannot make your appointment as scheduled we will work with you to arrange another time that will work for you.

The ACRE Option

The optional ACRE Program provides a safety net based on state revenue losses and acts in place of the price-based safety net of counter-cyclical payments under DCP. A farm's 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. For 2010, the 2-year price average will be based on the 2008 and 2009 crop years.

An ACRE payment is issued when both the state and the farm have incurred a revenue loss. The payment is based on 83.3 percent (85 percent in 2012) of the farm's planted acres times the difference between the State ACRE guarantee and the state revenue times the ratio of the farm's yield divided by the state expected yield. 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 percent, and marketing assistance loan rates are reduced by 30 percent.

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.

The June 1, 2010, deadline is mandatory for all participants. USDA will not accept any late-filed applications.

The provisions noted are for 2008 only. For 2009 and 2010, normal acreage reporting requirements will be applied.

More details on the 2008 SURE Program are available at county FSA offices.

Supplemental Disaster Assistance Programs

The 2008 Farm Bill amended the Trade Act of 1974 to create five new disaster programs, collectively referred to as Supplemental Agriculture Disaster Assistance programs. These programs include:

- Emergency Assistance for Livestock, Honey Bees, and Farm-Raised Fish (ELAP)
- Livestock Forage Disaster Program (LFP)
- Livestock Indemnity Program (LIP)
- Supplemental Revenue Assistance Payments (SURE) Program
- Tree Assistance Program (TAP)

To be eligible for these programs, producers must purchase at least catastrophic risk protection (CAT) level of crop insurance for all insurable crops and/or Noninsured Crop Disaster Assistance Program (NAP) coverage for noninsurable crops under SURE, TAP, and ELAP.

In the 2008 Farm Bill; in general, the term "farm" means the sum of all crop acreage in all counties that is planted or intended to be planted for harvest by the eligible producer. In the case of aquaculture, the term "farm" means all fish being produced in all counties that are intended to be harvested for sale by the eligible producer. In the case of honey, the term "farm" means all bees and beehives in all counties that are intended to be harvested for a honey crop by the eligible producer.

Producers who meet the definition of a Socially Disadvantaged, Limited Resource Producer, or Beginning Farmer or Rancher, do not have to meet this risk management purchase requirement.

Acreage Reports Needed For SURE

Because of the delay in announcing the provisions of the Food, Conservation, and Energy Act of 2008, producers enrolling in the Supplemental Revenue Assistance Program (SURE) are reminded that 2008 crop reports are required for SURE participation. This includes crops planted on cropland and/or non-cropland, including native pasture or improved grass intended to be hayed.
Physical evidence of the crop in the field is not required for Farm Service Agency (FSA) to accept late-filed 2008 acreage reports. "However, evidence of existence or disposition, is required.

The following requirements for 2008 SURE include:

- producers must report all crops, in all counties, in which they have an interest
- late filed fees shall be waived for late-filed 2008 acreage reports and physical evidence in the field is not required
- if the actual use of a crop is different from the intended use reported, the producer may report the final use to the County Office; however, the intended use shall not be changed.

LFP Maps

FSA's Livestock Forage Disaster Program (LFP) compensates eligible livestock producers for grazing losses suffered because of drought conditions that occurred from January 1, 2008, to October 1, 2011.

This program provides financial assistance to producers who suffered grazing losses due to drought or fire on or after January 1, 2008, and before October 1, 2011, during the calendar year in which the loss occurs. Fire losses must have occurred on federally managed lands.

Weekly LFP Payment Eligibility maps Continue on Page 3: Livestock Feed Continue from Page 2 Livestock Feed that depict the weekly LFP payment eligibility by county for the US and Puerto Rico, based on grazing periods, drought intensity, and forage types can now be found on FSA’s internet Web site at:

The four most current county level LFP maps will be:
- posted in the Disaster Assistance Program section on the FSA Internet web site
- updated on a weekly basis
- provided for each year and each eligible grazing type.

Online Services

Producers, if you have Internet access you can electronically log on, fill out and print a variety of FSA paper forms in the comfort of your home as your schedule allows. You can also register for secure electronic access that will allow you to electronically sign and transmit some forms directly to the county office staff. If you are new to the website, first you will want to obtain a Level 2 USDA Service Center Customer ID and password at: http://www.eauth.egov.usda.gov/ and then click on "Create an Account Page" link.

USDA eAuthentication is the system used by USDA agencies to enable customers to obtain accounts that will allow them to access USDA Web applications and services via the Internet. This includes things such as submitting forms electronically, completing surveys online, and checking the status of your USDA accounts.

If you already have a Customer ID and password, then click on the following eForms website at: http://forms.sc.egov.usda.gov/eforms/mainservlet and then click on the "Sign In" button. A disclaimer window will open and after you read the "Warning message" click on the "Continue" button.

Then the USDA Web services page will open to the eAuthentication login page. Enter your login User ID and password and then click on the "Login" button. To sign and transmit forms electronically, you must sign-up and get a User ID and password.

Submitting an e-Form is convenient. You can access information anytime day or night seven days a week. It’s faster and forms and applications can be submitted and received in the county office in a matter of minutes, not days or weeks.

Selling Land

If you’re planning to sell farmland, there may be some program consequences you should be aware of. For example, if you’re planning to sell land that’s enrolled in the Conservation Reserve Program, the buyer must agree to continue the enrollment. If the buyer doesn’t want to continue the CRP contract, the seller is required to refund all the payments received to date.

Reviewing program implications with your local Farm Service Agency staff before completing a sale of farmland is always a prudent precaution.
Changing Banks

Almost all FSA payments are made electronically using Direct Deposit. This innovation has cut down on the number of missing and late payments and reduced the time required to move funds. It has been calculated that having a problem with a payment is 20 times greater with checks than with Direct Deposit. Another benefit is that Direct Deposit to your account can be made within 48 hours.

To keep the system running smoothly, it’s critical to keep the county office staff up to date on changes you might make in your financial institutions.

If you have changed accounts or institutions that might affect the direct deposit of your FSA payments, contact the FSA county office so we can update our files to insure continued uninterrupted service.

Unauthorized Disposition of Loaned Grain

If loan grain has been disposed of through feeding, selling or any other form of disposal without prior written authorization from the county office staff, it is considered unauthorized disposition. The financial penalties for unauthorized dispositions are severe and a producers name will be placed on a loan violation list for a two-year period. Always call the office before any grain under loan is fed or sold.

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