



**Antrim/Otsego County
USDA Service Center**

Antrim/Otsego County FSA

108 Depot Street
Bellaire, MI 49615
231-533-8542 (phone)
231-533-6689 (fax)
www.fsa.usda.gov/mi

Hours

Monday - Friday
8:00 a.m. - 4:30 p.m.

County Committee

Mark White, Chairperson
Barbara Fleming, Vice-Chairperson

Members:

Roger Bolhuis
John Makarewicz
Anthony Prusakiewicz
Deborah Milbocker, Advisor

County Committee meets
The second Friday of each
month at 9:30 a.m.

County Executive Director
Kathy Y Kozlowski

Farm Loan Manager
James Monroe
231-941-0951 (phone)

Staff

Kathy Johnson
Kari Tipton



ANTRIM/OTSEGO COUNTY NEWS

CRP General Signup 39

The Conservation Reserve Program (CRP) is the USDA's largest private-lands voluntary conservation program. CRP helps agricultural producers convert environmentally sensitive agricultural land to achieve conservation benefits. Certain practices are available on a continuous basis, however, it has been 5 years since the last competitive general CRP signup took place. Producers can offer land for CRP general signup August 2 through August 27, 2010.

To be eligible for CRP, the producer must have owned or operated the land for at least 12 months prior to the close of the CRP signup, August 27, 2010. Land must be cropland which has been planted or considered planted to an agricultural commodity four of the six crop years from 2002- 2007, and which is physically and legally capable of being planted in a normal manner to an agricultural commodity. Alfalfa and other multiyear grasses and legumes grown in a rotation not to exceed 12 years may be eligible for this year.

Benefits to CRP include:

- improved and increased wildlife habitat
- improved water quality
- increased soil quality
- reduce soil erosion
- increase air quality

In return for planting long-term resource conserving covers, FSA provides CRP participants annual rental payments, maintenance payments, cost-share and technical assistance.

Don't miss this opportunity! Contact your local USDA Service Center for more information.

NAP Coverage

The Non-Insured Crop Disaster Assistance Program (NAP) was designed to reduce financial losses that occur when natural disasters cause a catastrophic loss of production or prevented planting of an eligible crop by providing coverage equivalent to catastrophic (CAT) insurance. Statute limits NAP to each commercial crop or agricultural commodity, except livestock, for which CAT is not available.

The application deadline date for the 2011 NAP coverage for small grains, fall mint, fall speltz and forage crops is September 30, 2010 and for perennial crops is November 20, 2010.

Producers who already have coverage on 2010 NAP crops may choose to continue coverage on the same crop or crops for 2011, if the applicable service fee is submitted by the application closing date. A new CCC-471, application for coverage is not required to be signed when applying for continuous coverage of the same crop or crops.

Producers who choose to add a new crop(s) or delete a crop(s) from previous year's coverage or changing crop shares must file a new CCC-471 with signatures and pay the applicable service fee.

Producers with NAP coverage must remember to complete the following to qualify for benefits:

- Timely file acreage reports and keep track of harvested production using acceptable methods. For example, bale weights or other means of determining quantities of hay are required.
- File a "Notice of Loss" within 15 days of when a loss is apparent, due to drought, hail, etc.

For more information on NAP and other crop coverage application deadline dates please contact your nearest Farm Service Agency office.

Conservation Compliance Reminder

All participants in USDA programs are required to have a conservation system in place on all the highly erodible land that they operate. Several areas where problems can arise with complying with a conservation system are: renting new cropland, purchasing new cropland, breaking out additional cropland, shortening an established cropping rotation, planting new crops, and changing or removing existing conservation practices. It is very important that you contact the FSA office BEFORE doing any of the above. Also, it is very important that you contact your local County office BEFORE modifying (tiling, draining, dredging, filling or leveling) any wetland or drainage ditch. Failure to obtain advance approval for any of these situations can result in loss of all Federal payments and program eligibility.



Supplemental Revenue Assistance Program (SURE) Signup Continues

The Supplemental Revenue Assistance Program (SURE) provides benefits for farm revenue losses due to natural disaster that occurred in the crop years 2008 through September 30, 2011. To be eligible for SURE payments, a producer is required to obtain crop insurance on all crops in all counties or, if crop insurance is not available, to participate in the Non-Insured Assistance Program (NAP) except for grazed acreage. However, crop insurance or NAP coverage is no longer required for crops that are not of economic significance or those where the administrative fee required to buy NAP coverage exceeds 10% of the value of the coverage.

Eligible farmers and ranchers who meet the definition of Socially Disadvantaged, Limited Resource, or Beginning Farmer or Rancher are exempt from the risk management purchase requirement.

The following are the conditions that trigger SURE payments:

- At least one crop of economic significance must suffer a 10% production loss due to an eligible disaster condition. A crop of economic significance is a crop that has contributed or would have contributed at least 5% or more of the total expected revenue from all crops on the farm;
- Producers in counties declared disaster counties by the Secretary of Agriculture, or in contiguous counties, or those who show proof of an individual loss of at least 50% are eligible to receive SURE payments for crop production or quality losses. Losses are measured with consideration to the whole-farm revenue, which includes crop insurance indemnities and commodity program payments, so that producers are not paid more than once for the same loss.

Antrim and Otsego Counties **did** have a Secretarial Disaster declaration for 2008; therefore, producers who obtained crop insurance or NAP coverage on all crops of economic significance will be eligible to apply for SURE.

The deadline to submit an application for 2008 SURE is September 30, 2010.

Marketing Assistance Loans

A Marketing Assistance Loan (MAL) is available for producers who share in the risk of producing the crop. To be eligible, a producer must maintain continual beneficial interest in the crop from harvest through the earlier of the date the loan is repaid or CCC takes title to the commodity. Beneficial interest means retaining the ability to make decisions about the commodity; responsibility for loss or damage to the commodity; and title to the commodity. Once beneficial interest in a commodity is lost, the commodity is ineligible for loan — even if the producer regains beneficial interest.

Commodity loan eligibility also requires compliance with conservation and wetland protection requirements; beneficial interest requirements, acreage reporting and ensuring that the commodity meets Commodity Credit Corporation minimum grade and quality standards. For commodities to be eligible they must have been produced by an eligible producer, be in existence and in a storable condition and be merchantable for food, feed or other uses as determined by CCC. The quality of the commodity in farm storage must be maintained throughout the term of the loan.

Producers do not have to participate in the Direct and Counter-Cyclical and/or ACRE Programs to be eligible for commodity loans.

Violating provisions of a marketing assistance loan may trigger administrative actions, such as assessing liquidated damages, calling the loan and denial of future farm-stored loans.

The most common violations are removing or disposing of a commodity being used as loan collateral without prior authorization and providing an incorrect quantity certification.

County Committee Elections

This year's County Committee Election is being held for a person to represent Local Administrative Area #2 which includes Chestonia, Jordan, Star, Mancelona and Warner Townships.

The deadline to submit a nomination is August 2, 2010.

FSA will mail ballots to producers beginning November 5, 2010. The deadline to return completed ballots to the FSA Office either via mail or in person is December 6, 2010.

Successor-In-Interest

Many FSA programs will allow payments to be made to heirs or successors when a program participant passes away. Additionally, contracts in programs such as CRP must be revised to reflect the successor(s) to a deceased participant's interest.

In the event of an FSA program participant's death, it is important that FSA be notified. Entities and joint operations that participate in FSA programs also need to notify FSA if a shareholder or member passes away.

FSA benefits are reported to IRS and maintaining current, accurate records about participants is vital to ensuring that those payments are reported correctly.



Farm Storage Facility Loans (FSFL)

With the implementation of the 2008 Farm Bill, producers of eligible commodities can obtain low-interest financing to build or upgrade farm storage and handling facilities.

The maximum principal amount of a loan through FSFL is \$500,000. Participants are required to provide a down payment of 15-20 percent, with CCC providing a loan for the remaining 80-85 percent of the net cost of the eligible storage facility and permanent drying and handling equipment. Loan terms of 7, 10 or 12 years are available depending on the amount of the loan. Interest rates for each term rate may be different and are based on the rate which CCC borrows from the Treasury Department (currently 2.75% to 3.5%).

Applications for FSFL must be submitted to the FSA county office that maintains the farm's records. An FSFL must be approved before any site preparation or construction begins. The following commodities are eligible for farm storage loans:

- Corn, grain sorghum, rice, soybeans, oats, peanuts, wheat, barley or minor oilseeds harvested as whole grain
- Corn, grain sorghum, wheat, oats or barley harvested as other-than-whole grain
- Hay
- Renewable biomass, Fruits (including nuts) and vegetables - cold storage facilities

For more information about FSFL or other FSA price support program, please visit your local FSA office.

Loans for the Socially Disadvantaged

FSA has a number of loan programs available to assist applicants to begin or continue in agriculture production. Loans are available for operating type loans and/or purchase or improve farms or ranches.

While all qualified producers are eligible to apply for these loan programs, the FSA has provided priority funding for members of Socially Disadvantaged Applicants.

A socially disadvantaged applicant is one of a group whose members have been subjected to racial, ethnic or gender prejudice because of his or her identity as members of the group without regard to his or her individual qualities.

For purposes of this program, socially disadvantaged groups are women, African Americans, American Indians, Alaskan Natives, Hispanics, Asian Americans, and Pacific Islanders.

If producers or their spouses believe they would qualify as socially disadvantaged, they should contact their local FSA office for details. FSA loans are only available to applicants who meet all the eligibility requirements and are unable to obtain the needed credit elsewhere.

Rural Youth Loans

FSA makes loans to rural youths to establish and operate income-producing projects in connection with 4-H clubs, FFA and other agricultural groups. Projects must be planned and operated with the help of the organization advisor, produce sufficient income to repay the loan and provide the youth with practical business and educational experience. The maximum loan amount is \$5000.

Youth Loan Eligibility Requirements:

- Be a citizen of the United States (which includes Puerto Rico, the Virgin Islands, Guam, American Samoa, the Commonwealth of the Northern Mariana Islands) or a legal resident alien
- Be 10 years to 20 years of age
- Comply with FSA's general eligibility requirements
- Reside in a rural area, city or town with a population of 50,000 or fewer people
- Be unable to get a loan from other sources
- Conduct a modest income-producing project in a supervised program of work as outlined above
- Demonstrate capability of planning, managing and operating the project under guidance and assistance from a project advisor. The project supervisor must recommend the project and the loan, along with providing adequate supervision.

Stop by the county office for help preparing and processing the application forms. The FSA staff can help you with questions you may have about a particular program.

Commodity Loans Rates

2010 Loan Rates

Barley \$1.82
 Corn \$1.78
 Oats \$1.38
 Soys \$4.86
 Sunflowers
 Antrim \$8.79
 Otsego \$8.71
 Soft White
 Wheat \$1.94

*Loans are for a
 nine month period.

Contact the office to
 find loan rates that
 may be available for
 other crops.

Beginning and Limited Resource Farmers

FSA assists beginning farmers and or members of socially disadvantaged groups to finance agricultural enterprises. Under these designated farm loan programs, FSA can provide financing to eligible applicants through either direct or guaranteed loans. FSA defines a beginning farmer as a person who:

- Has operated a farm for not more that 10 years
- Will materially and substantially participate in the operation of the farm
- Agrees to participate in a loan assessment, borrower training and financial management program sponsored by FSA
- Does not own a farm in excess of 30 percent of the county's median size.

Each member of an entity must meet the eligibility requirements. Loan approval is not guaranteed.

Dates to Remember	
Aug. 2 nd	Deadline to submit COC Nominations
Aug. 27 th	Deadline to submit CRP offers
Sept. 1 st	Deadline to submit ACRE yields
Sept. 6 th	Office closed for the observance of Labor Day
Sept. 30 th	NAP sales closing date for 2011 small grains and forages
Sept. 30 th	Deadline to submit 2008 SURE Application
Oct. 11 th	Office closed for the observance of Columbus Day
Nov. 20 th	NAP sales closing date for 2011 perennial crops
Continues	Farm Storage Facility Loans
Continues	Continuous Conservation Reserve Program

Visit our Web site at:

The U.S. Department of Agriculture (USDA) prohibits discrimination in all its program 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, genetic information, political beliefs, 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, Director, Office of Civil Rights, 1400 Independence Avenue, SW., Washington, DC 20250-9410, or call (800) 795-3272 (voice) or (202) 720-6382 (TDD). USDA is an equal opportunity provider and employer.