

# Wright County News

August 2010

## Wright County USDA Service Center

#### Wright County FSA 5220 Hwy 5 Hartville, MO 65667 417-741-6195 (phone) 417-741-6198 (fax)

www.fsa.usda.gov/mo

## Hours

Monday - Friday 7:30 a.m. - 4:30 p.m.

#### **County Committee**

Gale Kinser Evelyn Livermore-Fisher Bonita Raney

County Committee meets The 3<sup>rd</sup> Friday of each month

#### Staff

Clyde Connelly, CED Sue Price, P.T. Gale Davis, P.T. Temp Mark Aycock, F.L.M. Jim Kyle, District Director

## **CRP General Signup**

A general sign-up will open for the Conservation Reserve Program (CRP) on August 2, 2010, and continue through August 27, 2010. During the sign-up period, farmers and ranchers may offer eligible land for CRP's competitive general sign-up.

CRP provides conservation practices that preserve the soil, clean water, and restore wildlife habitat. Producers enrolling in CRP plant long-term, resource-conserving covers in exchange for annual rental payments, cost-share, and technical assistance. Participants voluntarily remove environmentally sensitive land from agricultural production by entering into long-term contracts for 10 to 15 years.

USDA is authorized to maintain CRP enrollment up to 32 million acres. All interested farmers and ranchers should contact the local FSA office to learn more about this program.

## SURE Sign-up Ends September 30, 2010

The deadline to submit 2008 Supplemental Revenue Assistance (SURE) program payment applications is close of business on September 30, 2010. Contact the county office to schedule an appointment. SURE provides financial assistance for 2008 crop production and or quality losses caused by natural disasters.

## **Signup for Durum Wheat Quality Program**

The Farm Service Agency is currently taking applications for the Durum Wheat Quality Program (DWQP). The program will partially compensate producers for the costs associated with fungicide application on 2010 durum wheat. This compensation is for durum growers that fought Fusarium Head Blight (FHB) which is commonly called wheat scab.

Durum producers have until September 15, 2010, to apply for fungicide application reimbursement under the DWQP program. The fungicide payment rate for the chemical will be established by National Office. The reimbursement rate for the cost of application will be set by the state committees in each durum producing state.

Producers can prepare for DWQP signup by gathering their 2010 fungicide bills that document their Fusarium fighting efforts. For more information about this program, producers can contact their local FSA office.

## **NAP Closing Dates**

The 2011 NAP coverage purchase deadline for the following crops are:

- Value loss crops such as nurseries: 9/01/10
- Small grain grazing acreages: 9/30/10
- Small grain acreages that will be harvested as forage: 9/30/10
- Small grain inter-seeded in perennial grasses: 9/30/10

The final date to purchase NAP coverage on perennial crops such as native improved grasses is March 15, 2011.

### **REMINDER:** Risk Management Purchase

**Requirement** (**PRF**): NAP or RMPR coverage is a requirement in order to qualify for benefits received under the Livestock Forage Program (LFP), Emergency Assistance for Livestock, Honeybees, and Farm-Raised Fish Program (ELAP) and Supplemental Revenue Assistance (SURE) program.

Eligibility for LFP, ELAP, and SURE may also be maintained by purchasing Pasture Rangeland, Forage Index (PFR) pilot insurance program. PRD is administered by Risk Management Agency and policies are sold by crop insurance agents. Policies for 2011 coverage may *only be purchased from September 1 through September 30, 2010*. More information can be found at <a href="http://www.rma.gov">http://www.rma.gov</a> or visit your crop insurance agent. If you do not have an agent, you can find one online using the RMA agent locator at <a href="http://www.rma.usda.gov/tools/agent.html">http://www.rma.usda.gov/tools/agent.html</a>.

Producers who meet the requirement of a socially disadvantaged, limited resource, or beginning farmer or rancher do not have to meet RMPR to be eligible for LFP, ELAP, or SURE and are not required to pay the fee.



#### **Transition Incentives**

Remember the Transition Incentives Program (TIP) sign-up opened May 17, 2010. Retired or retiring owners or operators are encouraged to transition their Conservation Reserve Program (CRP) acres to beginning or socially disadvantaged farmers or ranchers. TIP provides annual rental payments to the retiring farmer for up to two additional years after the date of the expiration of the CRP contract, provided the transition is not to a family member. To be eligible, TIP requires that the retired or retiring farmer or rancher:

- Have land enrolled in the Conservation Reserve Program (CRP) that is in the last year of the contract.
- Agree to allow the beginning or socially disadvantaged farmer or rancher make conservation and land improvements.
- Agree to sell, or have a contract to sell, or agree to longterm lease (a minimum of 5 years) the land under CRP contract to a beginning or socially disadvantaged farmer or rancher by Oct. 1 of the year the CRP contract expires.

Generally, TIP only applies to contracts that expire on September 30, 2010, or later. However, retired or retiring owners or operators with CRP contracts that expired on September 30, 2008, and September 30, 2009, may be eligible to enroll in TIP. To learn more contact your FSA Service Center or County Office or <a href="www.fsa.usda.gov">www.fsa.usda.gov</a>.

## **Actively Engaged**

FSA wants to remind producers about the rules that govern the requirements to be '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) program administered by FSA.



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 if 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, both directly and indirectly, by the legal entity and each of the members can't exceed \$40,000.

#### **Electronic Services Available**

If a producer has Internet access, program participants can

access many services from home 24 hours a day, seven days a week, and receive approval and payment by direct deposit.

To participate in these services, you must meet all program eligibility requirements. Online services have stringent security measures to protect your private information.

To utilize electronic services a producer needs an active USDA eAuthentication Level 2 account, which requires an e-mail address and filling out an online registration form at http://www.eauth.egov.usda.gov/ followed by a visit to the county office for identity verification. If you have more questions, or would like assistance establishing your account, just contact your local USDA Service Center and talk with our trained FSA personnel.

### **Foreign Buyers Notification**

The Agricultural Foreign Investment Disclosure Act (AFIDA) requires all foreign owners of U.S. agricultural land to report their holdings to the Secretary of Agriculture. The Farm Service Agency (FSA) administers this program for USDA. Foreign persons who have purchased or sold agricultural land in the county are required to report the transaction to FSA within 90 days of the closing. Failure to submit the AFIDA form could result in civil penalties of up to 25% of the fair market value of the property. County government offices, Realtors, attorneys and others involved in real estate transactions are reminded to notify foreign investors of these reporting requirements.

## **Special Accommodations**

Special accommodations will be made upon request for individuals with disabilities, vision impairment or hearing impairment. If accommodations are required, individuals should contact the county FSA office directly or by phone.

## **Spousal Signature**

A husband and wife may sign documents on behalf of each other for FSA and Commodity Credit Corporation programs in which either has an interest. This option is automatically available unless a written request for exclusion is made to the County Office from either spouse. Exceptions include: claim settlements and lien fillings.

## **Highly Erodible Land**

Landowners and operators are reminded that in order to receive payments from USDA, compliance with Highly Erodible Land (HEL) and Wetland Conservation (WC) provisions are required. Farmers with HEL determined soils are reminded of tillage, crop residue, and rotation requirements as specified per their conservation plan. Contact should be made to the USDA Service Center prior to conducting land clearing, drainage projects or planting annual crops to insure compliance.

## **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

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.

### **Continuous CRP Available**

Environmentally sensitive acreage qualifying for the Continuous CRP will be eligible for annual rental payments and cost-share of up to 50 percent on approved practices. These programs will remain funded, and continue to provide heightened environmental benefits on select areas.



## **Farm Loan Programs**

The Farm Service Agency is committed to providing family farmers with loans to meet their farm credit needs. If you are having trouble getting the credit you need for your farm, or regularly borrow from FSA, direct and guaranteed loans are currently available. If you've had a setback and your lender is reluctant to extend or renew your loan, ask your lender about an FSA loan guarantee.

Farm ownership loans or farm operating loans may be obtained as direct loans for a maximum of up to \$300,000. Guaranteed loans can reach a maximum indebtedness of \$1,112,000. Producers are encouraged to apply early so that a loan can be processed and funded in a timely manner. Emergency loans are available only as direct loans from

FSA with a maximum of \$500,000. These loans assist farmers who have suffered physical or production losses in disaster designated areas. In order to qualify, a farmer must have suffered a 30 % loss in production or an actual physical loss that was essential to the successful operation of the farm. Emergency loans for actual losses are made at an interest rate of 3.75% to those eligible applicants unable to obtain the actual credit needed from another source. FSA employees will help you complete the necessary application and other forms, and help you understand what information is required, where to find it or who to contact to get it. To find out more about FSA loan programs, contact the county office staff.

## **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 farm acreage

Each member of an entity must meet the eligibility requirements. Loan approval is not guaranteed. Additional program information, loan applications, and other materials are available at your local USDA Service Center. You may also visit <a href="https://www.fsa.usda.gov">www.fsa.usda.gov</a>

## 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 3



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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.

### **Preventing Fraud**

The Farm Service Agency supports the Risk Management Agency in the prevention of fraud, waste and abuse of the Federal Crop Insurance Program. FSA has been, and will continue to, assist RMA and insurance providers by monitoring crop conditions throughout the growing season. FSA will continue to refer all suspected cases of fraud, waste and abuse directly to RMA. Producers can report suspected cases to the FSA office, RMA, or the Office of the Inspector General.

Selected Interest Rates for		
August 2010		
90-Day Treasury Bill	0.125%	
Farm Operating Loans — Direct	2.50%	
Farm Ownership Loans — Direct	4.625%	
Farm Ownership Loans — Direct Down Payment, Beginning Far- mer or Rancher	1.50%	
Emergency Loans	3.75%	
Farm Storage Facility Loans 7-yr.	2.50%	
Farm Storage Facility Loan 10-yr.	3.00%	
Farm Storage Facility Loan 12-yr.	3.375%	
Commodity Loans 1996-Present	1.250%	

<b>Dates to Remember</b>	
August 2	General CRP Signup Begins
August 2	Last Day to File County Committee Nominations
August 27	General CRP Signup Ends
September 1	NAP Sales Closing Date for greens, value loss, & controlled environment crops
September 1	ACRE production certification deadline
September 6	Labor Day – FSA offices closed
	Carting and Carrier Da

Visit our website at: www.fsa.usda.gov/mo