



NEWSLETTER



Jefferson-Madison-Silver Bow FSA Office

3 Whitetail Rd
Whitehall, MT 59759
406-287-3262 phone
406-287-3205 fax
www.fsa.usda.gov/mt

November 2010

Hours

Monday - Friday
7:00 a.m. – 5:00 p.m.

County Committee Members:

Janet Endecott, Chair
Lillie Carmody, V Chair
Heath Rieder, Member
Dan High, Member
Jack Kambich, Member

**Next County
Committee Meeting:**
November 9 @10 am

County Office Staff:

Bonita Kober, CED
Kathleen Ballard, PT
Amanda Lucas, PT
Terrie Casagrande, TF

Agricultural Lending Opportunities

Questions regarding
obtaining credit to start or
enlarge a farming or
ranching operation;
financing agricultural
operating expenses; or
livestock, machinery
purchases call:

Alan Jenne, FLM
406-683-3830 phone
406-683-3840 fax

Reasonable

Accommodations:

Persons with disabilities
who require
accommodations to attend or
participate in any FSA
programs should contact the
County Executive Director at
the FSA Office or the Federal
Relay Service at 1-800-877-
8339.

Voting for FSA County Committee Begins

Ballots for this year's county committee election will be mailed to eligible voters on November 5, 2010. Voters must complete their ballots and return them to the FSA county office by the close of business on December 6, 2010. If mailed, ballots must be postmarked by midnight December 6, 2010.

The candidates in this year's election are Kirk Amos from Twin Bridges, who is nominated in LAA #4 in Madison County, and Janet Endecott from McAllister, who is nominated in LAA #5 in Madison County.

Eligible voters in local administrative areas 4 & 5 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, are eligible to vote:

1. Be of legal voting age and have an interest in a farm or ranch as either a) or b):
 - a) an owner, operator, tenant or sharecropper, *or*
 - b) 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;
2. Not of legal voting age, but supervises and conducts the farming operations on an entire farm; *and*
3. Eligible to participate in any applicable 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.

CCC-927 or CCC-928 Must Be Sent To IRS

Producers who participated in 2009 or 2010 programs subject to adjusted gross income limitations (AGI) had to certify compliance with AGI rules. The average AGI verification process for 2009 and 2010 payment eligibility requires all program participants to provide written consent to IRS for the disclosure of certain information to FSA.

On October 6, 2010, a letter was mailed to producers who have not submitted:

- CCC-927: "Consent to Disclosure of Tax Information-Individual Form"
- CCC-928: "Consent to Disclosure of Tax Information-Legal Entity"

Individuals and legal entities, including members of legal entities, that certified to average AGI compliance for 2009 and/or 2010 payment eligibility must submit a completed CCC-927 or CCC-928 to IRS regardless of whether they received program benefits directly or as a member of a joint operation or entity. These forms must be **submitted to IRS** in order to avoid a demand for refund of program payments and benefits received.

NAP Coverage Deadlines for 2011 Crop Year

The Non-Insured Crop Disaster Assistance Program (NAP) was designed to provide financial assistance to producers of non-insurable crops when low yields or prevented planting occurs as the result of natural disasters. Statutes limit NAP coverage to each commercial crop or agricultural commodity, except livestock, for which the catastrophic (CAT) level of insurance is not available. Application deadlines for 2011 NAP coverage for a variety of crops are coming up in the next few months. In Montana, the NAP sales closing deadlines are: **Dec. 1, 2010, for Honey; March 15, 2011, for all other NAP crops.** Producers who choose to obtain NAP coverage for 2011 must file a CCC-471 application for coverage and pay the applicable service fee by the sales closing deadline. Eligible producers must pay a service fee of \$250 per crop per administrative county or \$750 per producer per county, not to exceed \$1875 for a producer with farming interests in multiple counties. Service fees may be waived for limited-resource producers.

USDA Montana Farm Service Agency Announces Biomass Crop Final Rule

USDA Farm Services Agency State Executive Director Bruce Nelson announced that the final rule to implement the Biomass Crop Assistance Program (BCAP) is complete and available to view in the Federal Register. This 2008 Farm Bill Program is part of USDA's effort to assist a developing bio-based renewable energy industry.

"In Montana, the Farm Service Agency is helping to lead the Administration's effort to help rural communities create jobs, clean the environment and replace our dependence on foreign oil," Nelson said. "In every state, USDA's green energy programs support rural economies and help build a healthy foundation for economic growth."

BCAP is designed to ensure that a sufficiently large base of new, non-food, non-feed biomass crops is established in anticipation of future demand for renewable energy. The BCAP final regulation was developed as a result of more than 24,000 comments received by USDA. Implementation of a portion of the program in 2009 also provided practical information and data for final rule determinations. BCAP uses a dual approach to support the production of renewable energy. BCAP assists both agricultural and forest landowners and operators by providing matching payments for the transportation of certain eligible materials that are sold to qualified biomass conversion facilities. The facilities then convert these materials into heat, power, biobased products or advanced biofuels.

In addition, BCAP provides assistance for the establishment and production of eligible renewable biomass crops within specified project areas. Producers who enter into BCAP contracts may receive an initial payment of up to 75 percent of the cost of establishing eligible perennial crops. Further, they can receive annual payments for up to five years for growing annual or perennial herbaceous or non-woody crops and up to 15 years for woody crops. FSA will soon be accepting project area proposals and, after project area proposals have been approved, eligible producers may participate by enrolling at their FSA county office. For more information about BCAP and other energy programs, contact your local FSA office or visit the website to review the revised BCAP Factsheet under Energy Programs at <http://www.fsa.usda.gov>.

2011 DCP Signup

Enrollment for the 2011 Direct and Counter-cyclical Program (DCP) has begun and will continue through June 1, 2011. The Farm Service Agency (FSA) urges producers to make use of the eDCP automated website to sign up, or producers can visit the FSA office to complete their 2011 DCP contract.

Eligible producers receive direct payments at rates established by statute regardless of market prices. FSA will issue advance direct payments beginning Dec. 1, 2010.

The ACRE Option

The Average Crop Revenue Election Program (ACRE) 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.

The June 1, 2011, deadline is mandatory for all ACRE and DCP participants. FSA will not accept late-filed applications.

An ACRE payment is issued when both the state and the farm have incurred a revenue loss. In exchange for participating in ACRE, 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.

Sample 2010 Crops for 2010 SURE Program

If you have experienced quality issues with any of your 2010 crops we urge you to have the crop officially tested prior to January 1, 2011. If we end up with a crop year 2010 SURE program (crop disaster program) quality losses may be covered, but only if they are properly documented. Testing should be completed by a state lab or other facility acceptable to FSA.

Disaster Assistance / Risk Management

FSA disaster assistance programs include: Supplemental Revenue Assistance Payments (SURE) Program; Livestock Forage Disaster Program (LFP); Livestock Indemnity Program (LIP); Emergency Assistance for Livestock, Honey Bees, and Farm-Raised Fish (ELAP) and Tree Assistance Program (TAP).

To be eligible for SURE, TAP, and ELAP, producers must purchase, at minimum, catastrophic risk protection insurance for all insurable crops and NAP coverage for non-insurable crops, except grazing. For LFP, grazed acres must be covered. 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 Socially Disadvantaged, Limited Resource Producer, or Beginning Farmer or Rancher, do not have to meet this risk management purchase requirement.

Farm Loan Year End Reviews

Producers that have a farm loan with FSA are reminded they must provide data for their Year-End Analysis to their loan officer each year. Borrowers are urged to provide this information timely so that their files can be maintained.

Applications for FSA Farm Loan Assistance

Farmers and ranchers that intend to apply to the Farm Service Agency for loan assistance for the upcoming crop year are encouraged to file their applications as early as possible. Failure to apply early may result in a delay in processing loans due to the volume of applications. Contact the local FSA Farm Loan representative for more details and assistance in applying.

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, you might have to refund all of the payments you've received to date. Reviewing program implications with your local Farm Service Agency staff before completing a sale of farmland is always a prudent precaution.

FSA Signature Policy

Using the correct signature when doing business with FSA can save time and prevent a delay in program benefits. The following are FSA signature guidelines:

- Spouses may sign documents on behalf of each other for FSA and CCC programs in which either has an interest, unless written notification denying a spouse this authority has been provided to the county office
- Spouses shall not sign on behalf of each other as an authorized signatory for partnerships, joint ventures, corporations, or other similar entities

For additional clarification on proper signatures contact the local FSA office.

Online Services

Producers with Internet access can fill out a variety of FSA forms online. Producers can also register for secure electronic access that will allow them 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.

If you already have a Customer ID and password, then click on the following eForms website at: <http://forms.sc.egov.usda.gov/eforms/mainservelet> 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.

Changing Banks

Almost all Farm Service Agency payments are made electronically using Direct Deposit. 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.

Jefferson-Madison-Silver Bow
 FSA
 3 Whitetail Rd
 Whitehall, MT 59759



PRESORTED STANDARD
 U.S. POSTAGE PAID
 Bozeman, MT 59715
 PERMIT #54

Selected Interest Rates - November 2010	
Farm Operating - Direct	2.000%
Farm Ownership and Conservation Loan - Direct	4.125%
Farm Ownership - Direct Down Payment, Beginning Farmer or Rancher	1.500%
Emergency	3.750%
Farm Storage Facility - 7-year	1.875%
Farm Storage Facility - 10-year	2.500%
Farm Storage Facility - 12-year	2.750%
Commodity Loans 1996-Present	1.250%

Dates to Remember	
Oct. 1	2011 ACRE Sign-Up Began
Oct. 1	2011 DCP Sign-Up Began
Nov. 5	County Committee ballots mailed to voters
Nov. 11	Veterans Day Holiday
Nov. 12	Final date for all hay bales to be removed from CRP
Nov. 25	Thanksgiving Day Holiday
November	2009 ACRE Payments to be issued
Dec. 1	NAP sales closing date for honey
Dec. 6	County Committee ballots due back to County Office
March 15, 2011	NAP sales closing date for all other crops
June 1, 2011	2011 DCP / ACRE Filing Deadline
Continues	Continuous Conservation Reserve program

New Financial Management Web Page

Producers who have level 2 e-Authentication access can use the new Public Financial Management Information web page. The website allows producers to generate reports that show both current and historical financial information. This resource will allow users to view details on payments, collections and outstanding debt. The website is a great tool for producers to conveniently access financial information at any time. To view the Financial Management Information web page, visit <http://www.fsa.usda.gov/fmi>. Please contact your county office if you have any questions regarding the web page.

Note: Website use requires level 2 e-Authentication access. Follow the steps below to obtain level 2 access...

1. Go to www.eauth.egov.usda.gov, complete a customer profile and submit it online
2. After submitting your customer profile, you will receive a confirmation email, and you must respond to it within 7 days to activate your account
3. Then you must complete the "Identity Proofing" process by visiting a local USDA Service Center and presenting a photo ID, such as your driver's license

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