

UNITED STATES DEPARTMENT OF AGRICULTURE

Farm Service Agency
Washington, DC 20250

**Web-Based Subsidiary Files
for 2009 and Subsequent Years
3-PL (Revision 1)**

Amendment 16

Approved by: Deputy Administrator, Farm Programs



Amendment Transmittal

A Reason for Major Changes

The American Taxpayer Relief Act of 2012 amended the Food, Conservation, and Energy Act of 2008 by extending Title 1 programs through 2013. As a result, certain subsidiary eligibility elements required updating to include the 2013 year.

B Reasons for Amendment

Subparagraphs 21 C, 31 A, and 35 A have been amended to reference the American Taxpayer Relief Act of 2012 and the 2013 year.

Page Control Chart		
TC	Text	Exhibit
	3-3 through 3-10 3-47, 3-48 3-63, 3-64	

21 Web-Based System Eligibility Records (Continued)

C Availability of Subsidiary Eligibility Data

The following is a guide to show the eligibility value and the years to be displayed. As new programs are announced, the system will be updated.

Note: See 3-PL for eligibility values for years before 2009.

Description	2010	2011	2012	*--2013
Foreign Person	X	X	X	X
Actively Engaged	X	X	X	X
Cash Rent Tenant and Cropland Factor	X	X	X	X
AD-1026	X	X	X	X
Conservation Compliance	X	X	X	X
Adjusted Gross Income – Commodity Program \$500,000 Nonfarm Income Certification/COC Determination	X	X	X	X
Adjusted Gross Income – Direct Payment \$750,000 Farm Income Certification/COC Determination	X	X	X	X
Adjusted Gross Income – Direct Payment \$1 Million Total Income Certification/COC Determination			X	X
Adjusted Gross Income – Conservation Program \$1 Million Nonfarm Income Certification/COC Determination	X	X	X	X
Controlled Substance	X	X	X	X
NAP Noncompliance	X	X	X	X
Delinquent Debt	X	X	X	X
Socially Disadvantaged Farmer or Rancher:				
• includes ethnic, racial, and gender	X	X	X	X
• includes ethnic and racial, but not gender.	X	X	X	X
Beginning Farmer or Rancher	X	X	X	X
Limited Resource Farmer or Rancher	X	X	X	X
Fraud - Including FCIC Fraud	X	X	X	X
FCI	X	X	X	X
Person Determination - 2002 Farm Bill	X	X	X	X
Actively Engaged - 2002 Farm Bill	X	X	X	X
Suspended Producer	X	X	X	X
Permitted Entity - 2002 Farm Bill	X	X	X	X
Adjusted Gross Income - 2002 Farm Bill	X	X	X	X--*

21 Web-Based System Eligibility Records (Continued)

D BIA ID Number

An eligibility record will not be created for BIA with the employee ID number. Indians represented by BIA are the producers requesting program benefits and as such eligibility records should be created and updated for the Indian represented by BIA, not BIA. BIA does not actually own land or participate in FSA programs. Therefore, there is no reason to create and update eligibility data for BIA.

E Downloading Eligibility Data to System 36

Eligibility data must be downloaded to System 36 to process program benefits issued on the System 36. See Exhibit 6 for information on how data is downloaded from the web-based application.

22, 23 (Withdrawn--Amend. 9)

31 AGI Determination Information**A Introduction**

--The Food, Conservation, and Energy Act of 2008, Section 1604, as amended by the American Taxpayer Relief Act of 2012, provides provisions for excluding individuals and-- entities from:

- commodity program \$500,000 nonfarm income certification/COC determination payment eligibility, if the average adjusted gross nonfarm income over the 3 taxable years preceding the most immediately preceding complete taxable year for the individual or entity exceeds \$500,000
- direct payment \$750,000 farm income certification/COC determination eligibility, if the average adjusted gross farm income over the 3 taxable years preceding the most immediately preceding complete taxable year for the individual or entity exceeds \$750,000
- conservation program \$1 million nonfarm income certification/COC determination payment eligibility, if the average adjusted gross nonfarm income over the 3 taxable years preceding the most immediately preceding complete taxable year for the individual or entity exceeds \$1,000,000; **unless**, not less than 66.66 percent of the average AGI of the individual or entity is average adjusted gross farm income.

The Consolidated and Further Continuing Appropriations Act, 2012, Pub. L. 112-55, provides for excluding individuals and entities from direct payment \$1 million total income certification/COC determination payment eligibility, if the average adjusted gross total income over the 3 taxable years preceding the most immediately preceding complete taxable year for the individual or entity exceeds \$1,000,000.

*--**Note:** This applies to 2012 and 2013 **only**--*

Data in the Subsidiary Eligibility Screen, Adjusted Gross Income section is used to determine producer eligibility based on the AGI provisions. See 4-PL, Part 6 for additional information for determining producer eligibility with AGI provisions.

31 AGI Determination Information (Continued)

B Exempt Business Types

The AGI software is designed to prevent users from updating the AGI eligibility certification/determination for joint operations and entities that are exempt from the AGI provisions.

Entity	Entity Type
General Partnership	02
Joint Venture	03
Federally Owned	08
State Owned	09
*--County Owned	11
City Owned	12
Public School	13
BIA and Indian Tribal Venture	14--*
Indian Tribal Venture	20

34 Delinquent Debt Determination Information (Continued)

E Field Default Values

When new eligibility records are created, delinquent debt field values are defaulted according to the following.

Field	Default Value
COC Determination/Certification	"No" indicating the producer does not have a delinquent Federal nontax debt.
Source of Delinquent Debt Determination	"Not Applicable".
Additional Information	"Blank".

35 Socially Disadvantaged Farmer or Rancher

A Introduction

Data in the Subsidiary Eligibility Screen, Socially Disadvantaged Farmer or Rancher section is used to determine whether a producer meets the requirements to be considered socially disadvantaged. Additional provisions for a socially disadvantaged farmer or rancher are applicable to 2008 and subsequent years.

Notes: See 1-CM for the definition of socially disadvantaged farmer or rancher.

Producers will be required to indicate their socially disadvantaged farmer or rancher status on applicable program applications/contracts to be eligible for applicable program exceptions or waivers.

--The Food, Conservation, and Energy Act of 2008, as amended by the American Taxpayer Relief Act of 2012, provides for socially disadvantaged farmers and-- ranchers to qualify for exemptions based on definitions provided under the following:

- Consolidated Farm and Rural Development Act of 2003 (includes racial, ethnic, and gender)
- Food, Agriculture, Conservation and Trade Act of 1990 (includes racial, ethnic, but **not** gender).

The Subsidiary Eligibility Screen, Socially Disadvantaged Farmer or Rancher section captures the socially disadvantaged farmer and rancher determination as it relates to the following:

- Consolidated Farm and Rural Development Act of 2003 (includes racial, ethnic, and gender)
- Food, Agriculture, Conservation and Trade Act of 1990 (includes racial, ethnic, but **not** gender).