



May 2010

Tennessee FSA News

USDA Tennessee FSA

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2010 FSA County Committee Elections

The election of agricultural producers to Farm Service Agency (FSA) county committees is important to ALL farmers and ranchers, whether beginning or long established, with large or small operations. It is crucial that every eligible producer participate in these elections because FSA county committees are a link between the agricultural community and the U.S. Department of Agriculture.

County Committee (COC) members are a critical component of FSA operations. The intent is to have the COC reflect the makeup of the producers and to represent all constituents. This means wherever possible, minorities, women or lower income producers need to be on the committee to speak for these underrepresented groups.

County committees provide local input on:

- Commodity price support loans and payments
- Conservation programs
- Incentive, indemnity and disaster payments for some commodities
- Emergency programs
- Payment eligibility

FSA county committees operate within official regulations designed to carry out federal laws. County committee members apply their judgment and knowledge to make local decisions.

Election Period

June 15, 2010 – The nomination period begins. Request nomination forms from the local USDA Service Center or obtain online at:

http://www.fsa.usda.gov/Internet/FSA_File/sa0669a_commiteelectform.pdf

Aug. 2, 2010 - Last day to file nomination forms (FSA-669A) at the local USDA Service Center

Nov. 5, 2010 - Ballots mailed to eligible voters

Dec. 6, 2010 - Last day to return voted ballots to the USDA Service Center

Jan. 1, 2010 - Newly elected county committee members take office

Who Can Hold Office

To hold office as a county committee member, a person must meet the basic eligibility criteria.

- Participate or cooperate in a program administered by FSA
- Be eligible to vote in a county committee election
- Reside in the LAA in which the person is a candidate

Not have been:

- Removed or disqualified from the office of county committee member, alternate or employee
- Removed for cause from any public office or have been convicted of fraud, larceny, embezzlement or any other felony
- Dishonorably discharged from any branch of the armed services.

Nominations

To become a nominee, eligible individuals must sign nomination form FSA-669A. The form includes a statement that the nominee agrees to serve if elected. This form is available at USDA Service Centers and online at:

http://www.fsa.usda.gov/Internet/FSA_File/sa0669a_commiteelectform.pdf

Nomination forms for the 2010 election must be postmarked or received in the local USDA Service Center by close of business on Aug. 2, 2010.

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Agricultural producers who participate or cooperate in an FSA program may be nominated for the county committee. Individuals may nominate themselves or others as a candidate. Additionally, organizations representing minority and women farmers or ranchers may nominate candidates. Nomination forms are filed for the county committee of the office that administers a producer's farm records.

Who Can Vote

Agricultural producers of legal voting age may be eligible to vote if they participate or cooperate in any FSA program. A person who is not of legal voting age but supervises and conducts the farming operations of an entire farm may also be eligible to vote. More information about voting eligibility requirements can be found in the FSA fact sheet titled "FSA County Committee Election - Eligibility to Vote and Hold Office as a County Committee Member." Producers may contact their local USDA Service Center for more information.

ACRE Program

The Average Crop Revenue Election (ACRE) is a program authorized by the 2008 Farm Bill. Through ACRE, USDA's Farm Service Agency (FSA) offers producers an alternative to Direct and Counter-cyclical (DCP) payments. The ACRE alternative provides eligible producers a state-level revenue guarantee, based on the 5-year state Olympic average yield and the 2-year national average price.

ACRE payments are made when both state- and farm-level triggers are met. By participating in ACRE, producers elect to forgo counter-cyclical payments. Producers also elect to receive a 20% reduction in direct payments and a 30% reduction in loan rates.

A decision to elect ACRE binds the producer to the program through the 2012 crop year, the last crop year covered by the 2008 Farm Bill. For more details contact your local FSA office

Early Land Preparation for CRP

Beginning May 1 for arid areas, or July 1, of the final year of a Conservation Reserve Program (CRP) contract, cover may be destroyed on certain acreage before the contract expires to prepare a seedbed for fall seeded crop. A CRP general signup may occur in Fiscal Year (FY) 2010. Questions have arisen concerning the general signup eligibility of land that is expir-

ing from CRP that is approved for early land preparation.

CRP participants that signed CRP-1G, Addendum, Modification To Allow Early Land Preparation, approved before April 22, 2010, to begin early land preparation were informed that beginning early land preparation activity will affect general signup eligibility.

If early land preparation activity is performed, the land is not eligible to be offered for the anticipated FY 2010 general signup. However, the CRP-1G may be withdrawn provided cover has not been damaged or destroyed because of early land preparation.

If no early land preparation activity was performed, the land is otherwise eligible to be offered for the anticipated FY 2010 general signup.

If the county committee has not approved the CRP-1G Addendum, the CRP-1G shall be voided and the participant will be informed that a new CRP-1G Addendum that includes general signup eligibility provisions must be filed.

Additional information on early land preparation for expiring CRP acres is available at FSA county offices.

DCP Signup

Enrollment for the 2010 Direct and Counter-cyclical Program (DCP) 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.

USDA computes DCP Program payments using base acres and payment yields established for each farm. Eligible producers receive direct payments at rates established by statute regardless of market prices. For 2010, eligible producers may request advance direct payments based on 22 percent of the direct payment.

Contact the nearest FSA office for more information .

Farm Reconstitutions

At FSA, farms are "constituted" to group all tracts having the same owner and the same operator under one farm serial number. When changes in ownership or operation take place, a farm reconstitution is necessary. If an owner or operator cannot agree about program participation, like in the case of the new ACRE program, then producers should inquire about
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a reconstitutions at the local FSA office.

The reconstitution—or recon—is the process of combining or dividing farms or tracts of land based on the farming operation. Remember, to be effective for the current year, recons must be requested by August 2, 2010 for farms enrolled in specific programs.

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.

Ask your lender about an FSA loan guarantee if you've had a setback and your lender is reluctant to extend or renew your loan.

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.

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.

Pulse Crops

The Food, Conservation, and Energy Act of 2008 states that eligible pulse crop acres may be added as base acres.

The addition of pulse crop base acres is:

- Effective for 2009 through 2012 crop years
- Required to be calculated in the same manner as eligible oilseed acreage under the 2002 Farm Bill.

The calculation of pulse crop base acres and yield is based on the acreage and yield history from the 1998 through 2001 crop years.

Pulse crops are defined as:

- Dry peas (green, yellow, Austrian, Umatilla, and wrinkled); intended uses must be Seed or Dry Edible.
- Lentils; any intended use.
- Large chickpeas (Kabuli garbanzo beans); any intended use.
- Small chickpeas (Desi garbanzo beans); any intended use.

Pulse crop base acres will only be eligible for counter-cyclical or Acreage Crop Revenue Election (ACRE) payments for 2009 through 2012 crop years. Direct payments will not be eligible.

SURE Program

The Supplemental Revenue Assistance Program (SURE) provides benefits for farm revenue losses due to natural disasters that incurred 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 conditions trigger SURE payments:

- At least one crop of economic significance must suffer a 10% production loss due to an eligible disaster condition
- Prop 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 producer or crop 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.

A SURE calculator is available at:

<http://www.fsa.usda.gov/FSA/webapp?area=home&subject=diap&topic=sure>. The calculator is not official, but is intended for educational use. A fact sheet and backgrounder are also available online.

[Name] County FSA Office
 Address Line 2
 Address Line 3



**PRESORTED STANDARD
 U.S. POSTAGE PAID
 CITY, STATE
 PERMIT #XXX**

Measurement Service

Farmers who would like a guarantee on their crop plantings and land use acreages can make it official by using the FSA measurement service. Producers must file a request with the county office staff and pay the cost of a field visit to have stake and referencing done on the farm. Measurement service is available using digital imagery and where an on-site visit is not required are charged at a reduced rate.

Incorrect acreage self-certification can result in reduced program payments, penalty, or loss of eligibility.

Producers can request ortho-imagery and CLU covering their land (commonly referred to as a clip) at no charge. This would provide the acreage of an entire field.

Selected Interest Rates for May 2010		Dates to Remember		
90-Day Treasury Bill	0.125%	Varies by Crop	NAP Sign-up Ends	
Farm Operating - Direct	2.875%			
Farm Ownership - Direct	5.00%		1 June	DCP Sign-up Closes
Limited Resource	5.00%		1 June	Recons Should be filed
Farm Ownership - Direct Down Payment, Beginning Farmer or Rancher	1.50%		15 June	COC Election Nominations Open
Emergency	3.75%			
Farm Storage Facility (Based on Loan Terms)	3.250-4.125%			
Sugar Storage Facility	4.375%			
Commodity Loans 1996-Present	1.50%			

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To file a complaint of discrimination, write 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."