



NEWSLETTER



June 2012
ALASKA
FSA Offices

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State Committee

Arthur Keyes, Chair
Mike Schultz, Member

FSA State Director's Column

Transportation Cost Program Update

Last month, a diverse group of 161 Alaskan producers received \$294,348 to help offset the high cost of farming in Alaska by participating in FSA's newest program, the Reimbursement Transportation Cost Payment Program for Geographically Disadvantaged Farmers and Ranchers (RTCP). Farmers, ranchers and growers from all across the state; from Craig, to Bethel, to Kodiak and Manley Hot Springs received payments ranging from \$38 to \$5,348. These farmers produced a wide range of crops, including hay, vegetables, oysters, dairy products, grain, livestock, and peonies.

Sign-up for fiscal year 2012 will begin on July 23, 2012, and end on Sept. 10, 2012. Applicants must file their RTCP application for benefits, in their administrative county FSA office no later than Sept. 10, 2012. Applicants will have until Nov. 5, 2012, to provide supporting documentation of actual costs of transporting agricultural inputs and commodities in fiscal year 2012 to the FSA county office. Easy to fill application forms and information will be available on our website, www.fsa.usda.gov/ak at FSA offices in Palmer and Delta, or at other USDA offices around the state. Sincerely,

Consider Being a County Committee Member

County committee nominations are open from June 15, 2012 through August 1, 2012. The election of agricultural producers to Farm Service Agency county committees is important to ALL farmers and ranchers. Every eligible producer should participate in these elections to strengthen the link between the agricultural community and the U.S. Department of Agriculture.

County committee members are a critical component in the delivery of FSA services and programs at the local level. Farmers and ranchers who serve on county committees help with key decisions on programs in their counties and work to ensure FSA agricultural programs serve the needs of local producers.

Operating within official regulations designed to carry out federal laws, FSA county committees apply their local knowledge to make key program administration decisions.

For more information just contact your local FSA office.

County Committee Nominations

The County Committee nomination period runs from June 15, 2012 through August 1, 2012. If you are interested in serving on an FSA County Committee, or know someone who would make a good member, contact your local FSA office.

Nominees must complete and sign form FSA-669A available at USDA Service Centers and online at: <http://www.fsa.usda.gov/elections>

A 2012 election is being held in the following LAAs:

Southern County LAA -1

LAA-1 Includes all of the following boroughs and census areas: Wade Hampton, Bethel, Dillingham, Bristol Bay, Lake & Peninsula, Aleutians East and West, Kodiak Island and the Kenai Peninsula Borough south of the Kasilof river (includes Homer and surrounding area).

Northern County LAA-3

LAA-3 Includes the area beginning at the SE corner of the Matsu Borough proceeding north to NW corner of SE Fairbanks Census area, east to line following Clearwater road intersecting AK Hwy, proceeding SE to AKGREAA line, south then SE following line to Canadian border, south following Canadian border to Chugach Mtn. Range, turning west following Chugach Mtn. west to SW corner of Matsu Borough. (Includes Delta Junction, Glennallen, and Kenny Lake.)

**NOTICE
TO HISPANIC
AND/OR
WOMEN
FARMERS OR
RANCHERS
COMPENSATION
FOR CLAIMS OF
DISCRIMINATION**

If you believe that the United States Department of Agriculture (USDA) improperly denied farm loan benefits to you between 1981 and 2000 because you are Hispanic, or because you are female, you may be eligible to apply for compensation.

To register your name to receive a claims packet, call the Farmer and Rancher Call Center at 1-888-508-4429 or visit: www.farmerclaims.gov

The claims package will have detailed information about the eligibility and claims process.



USDA is an equal opportunity provider and employer.

Compliance Check Methods

Compliance review and spot checks will again be performed during the 2012 crop year. This year, farms, contracts, deficiency loans and more will be selected for various reviews from a nationwide database of producers to achieve a valid statistical sampling of participating producers. Spot check selections are to be conducted based on a producer's participation in the Conservation Reserve Program, Direct and Counter-cyclical Program, Loan Deficiency Program and other programs.

State and county offices will view and print their producer spot check lists as posted on a designated website. If an entity is selected from the national database is no longer farming or participating in programs during the 2012 crop year, a notation shall be made on the spot check list. For more information about the new spot check selection procedure, feel free to contact your local office for additional clarification.

Loans for the Socially Disadvantaged

FSA has a number of loan programs available to assist applicants to start, continue and expand agriculture production. Loans are available for operational needs or to help purchase or improve farms and ranches.

While all qualified producers are eligible to apply for these loan programs, the FSA has provided priority funding for socially disadvantaged applicants.

A socially disadvantaged applicant is an individual who has been subjected to racial, ethnic or gender prejudice because of his or her identity as a member of one of the groups described.

FSA loans are only available to applicants who meet all the eligibility requirements and are unable to obtain the needed credit elsewhere.

Crop Reporting - Reminders

This annual requirement to report to the FSA office can be referred to as "crop reporting", "acreage reporting" or "crop certification." Filing an accurate and timely report for all crops and land uses, including failed acreage, can prevent loss of benefits for a variety of Farm Service Agency programs. All cropland on the farm must be reported to receive benefits from the Direct and Counter-Cyclical Program, marketing assistance loans and Loan Deficiency Payments programs.

The certification form **FSA-578, Report of Acreage**, must account for all cropland on a farm, whether idle or planted. The producer certification deadline for all crops is 07/15/12.

CRP & NAP Certification

Conservation Reserve Program acreage must be reported to receive annual rental payments. Crop acreage for Non-insured Crop Disaster Assistance Program (NAP) must be reported.

Prevented Planting

Prevented planting is to be reported no later than 15 calendar days after the final planting date. Failure to report prevented planting acreage could result in loss of benefits for the SURE program or possibly other disaster assistance programs.

Failed Acreage

Reports of failed acreage must be filed before disposition of the crop and producers must be able to establish to the satisfaction of the county committee that the crop failed and was prevented from being replanted through the normal planting period because of natural disaster conditions.

Sodbusting

Farmers and ranchers should be aware that if they use highly erodible land for crop production without proper conservation measures, they risk losing eligibility to participate in Farm Service Agency programs.

Before producers clear, plow or otherwise prepare areas not presently under crop production for planting, they are required to file an **AD-1026**, indicating the area to be brought into production.

If Natural Resources Conservation Service indicates that the area will be highly erodible land, the producer will be required to develop and implement a conservation plan on the affected acreage before bringing land into production.

Special Accommodations

Reasonable accommodations will be made, upon request, for individuals with disabilities, vision impairment, or hearing impairment to attend or participate in meetings or events sponsored by the Farm Service Agency. If you require special accommodations to attend or participate in one of our events, please call the FSA county office and we will be happy to make any needed arrangements.

Farm Storage Facility Loan Program

The Farm Storage Facility Loan Program (FSFLP) allows producers of eligible commodities to obtain low-interest financing to build or upgrade farm storage and handling facilities.

The new maximum principal amount of a loan through FSFLP is \$500,000. Participants are now required to provide a down payment of 15 percent, with CCC providing a loan for the remaining 85 percent of the net cost of the eligible storage facility and permanent drying and handling equipment. New 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.

Payments are provided in the early partial disbursement and the remaining final disbursement. The partial disbursement will be available after a portion of the construction has been completed. The final fund disbursement will be made when all construction is completed. The maximum amount of the partial disbursement will be 50 percent of the projected and approved total loan amount.

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 can begin. For more information about FSFL please visit your FSA county office or www.fsa.usda.gov

Beginning and Limited Resource Loans

FSA has a program to assist beginning farmers and 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 less than 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.

Additional program information, loan applications and other materials are available at the local USDA Service Center or visit www.fsa.usda.gov and www.nrcs.usda.gov.

Controlled Substances

Individuals convicted under federal or state law of any planting, cultivating, growing, producing, harvesting or storing a controlled substance are ineligible for program payments and benefits.

If convicted of one of these offenses, a current program participant shall be ineligible during that crop year and the four succeeding crop years for Direct and Counter-Cyclical payments, price support loans, loan deficiency payments, market loan gains, storage payments, farm facility loans, Non-Insured Crop Disaster Assistance Program payments or disaster payments.

Program participants convicted of any federal or state offense consisting of the *distribution (trafficking) of a controlled substance* shall, at the discretion of the court, be ineligible for any or all program payments and benefits:

- For up to 5 years after the first conviction
- For up to 10 years after the second conviction
- Permanently for a third or subsequent conviction.

Program participants with a federal or state conviction for the *possession of a controlled substance* shall be ineligible, at the discretion of the court, for any or all program benefits as follows:

- up to one year upon the first conviction
- up to five years after a second or subsequent conviction.

FSA Signature Policy

Husbands and wives 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 staff by either spouse.

There are exceptions to the rule, where spouses may not sign on behalf of each other for partnerships, joint ventures, corporations or other similar entities.

Individual signatures are also required on certain Farm Loan Program and Farm Storage Facility Loan documents.

For more clarification on spousal signature authority, contact the local FSA office.

