



FARM SERVICE AGENCY

## Carter County

# November/December 2008

### Carter County FSA

PO Box 5

Ekalaka, MT 59324-0005

### County Committee Members

*Troy Harrington, Chairman*

*John O Teigen III, Vice-Chairman*

*Gary Jardee, Regular Member*

*Nancy Brence, Minority Advisor*

*The Carter County Committee regular scheduled meeting is the 2<sup>nd</sup> Tuesday of each month.*

### FSA Office Personnel

*Ronelia Parry, CED*

*Robin Markuson, FLO*

*Jo Kittelmann, PT*

*Karen Kreitel, PT*

*Jitt Schneider, PT*

*Sally Young, Temporary PT*

### Dates to Remember:

**December 11-13** – Stockgrowers Annual Convention, Billings

**December 25** – Office Closed, Christmas

**January 1** – Office Closed, New Year's

**January – April** – Continuation of Brand Liens

**January 19** – Holiday – Office closed

**January 31** – Final loan/LDP availability date for wool/mohair shorn in 2008

**January 31** – Final LDP availability date for 2008 unshorn pelts

**March 16 – NAP sales closing date for all crops except value loss crops**

**Persons with disabilities who require accommodations to participate in FSA programs should contact Ronelia Parry at: 308 S Mormon Ave, Ekalaka, (406) 775-6355 or by emailing [ronelia.parry@mt.usda.gov](mailto:ronelia.parry@mt.usda.gov)**

### Pollinator Habitat Improvement on CRP

Many populations of native pollinators such as bees, butterflies, other insects, birds, etc. are vital for American Agriculture. One out of every 3 bits of food is dependent on pollinators. Many populations of pollinators are in decline.

The 2008 Farm Bill provides authority to include pollinator habitat on Conservation Reserve Program (CRP) land for CRP contracts signed after Jan. 2, 2009.

Certain CRP practices will include pollinator habitat components consisting of 1 to 3 bunch grasses and 9 or 10 wildflower/forbs. The cost of installing the pollinator habitat will vary from \$100 to \$300 per acre. Five percent of the CRP acres enrolled shall be pollinator friendly.

Contact the office for further details.

### 10 Acre or Less Farms Provisions for 2009

The 2008 Farm Bill was amended to permit producers on a farm with the sum of the base acres of covered commodities on the farm of 10.0 acres or less to receive DCP payments for the 2008 contract year.

For the 2009 contract year producers on farms with 10.0 acres or less are **not** eligible to receive Direct and Counter cyclical Program (DCP) payments on that farm unless that farm is wholly owned by a socially disadvantaged or limited resource farmer or rancher. **Note:** *Producers who do not qualify as a socially disadvantaged or limited resource farmer or rancher may still enroll 10.0 acre farms or less, however they will not be eligible for payments in 2009.*

For DCP purposes, a socially disadvantaged farmer or rancher is defined as someone who is a member of a socially disadvantaged group. These groups consist of: 1) American Indian or Alaskan Natives; 2) Asians; 3) Blacks or African Americans; 4) Native Hawaiians or other Pacific Islanders; 5) Hispanics; and 6) Women.

The Limited Resource Farmer or Rancher is a producer certification. Both of the following must be met:

- Directly or indirectly have gross farm sales not more than \$100,000 in both of the previous 2 years; and,
- Total household income at or below the national poverty level for a family of 4, or less than 50 percent of the county median household income in both of the previous 2 years.

The Limited Resource Farmer or Rancher self-certification tool may be found at: <http://www.lrfctool.sc.egov.usda.gov/tool.asp>.

**12 Counties Declared Primary Disaster Areas**

Twelve Montana counties were declared primary natural disaster areas due to losses caused by drought, excessive heat, hail, severe storms, high winds, wildfires and insect damage that occurred during the period beginning Jan. 1, 2008 and continuing. The following counties have received the disaster designation:

Broadwater	Fallon	Richland
Custer	Golden Valley	Roosevelt
Daniels	McCone	Sheridan
Dawson	Prairie	Wibaux

Contiguous counties include:

Carter	Lewis and Clark	Stillwater
Fergus	Meagher	Sweet Grass
Gallatin	Musselshell	Valley
Garfield	Powder River	Wheatland
Jefferson	Rosebud	Yellowstone

Producers in Harding county South Dakota and Bowman, Divide, Golden Valley, McKenzie, Slope and Williams counties in North Dakota also qualify for natural disaster benefits because their counties are contiguous.

Under the designation, all qualified producers within the above named counties could be eligible for low interest emergency loans from the USDA Farm Service Agency (FSA).

Existing FSA borrowers could also be eligible for the debt set aside.

Contact the office for further details.

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**1099-G Mailed from Kansas City**

During the last week of January, producers who have received payments from FSA should receive a CCC-1099-G from the Kansas City office. A CCC-1099-G is a report to the Internal Revenue Service about FSA payments made to you in calendar year 2008. The CCC-1099-G is a service to help participating producers report taxable income. It is not intended to replace the program participant's responsibility to report income to the IRS.

If you receive a CCC-1099-G, we recommend that you check the amounts shown with those in your records to see that the amounts are correct. Refunds will no longer be reported on the 1099-G, but will be available online from the FSA Financial Inquiries (FSA-FI) web-based database. Program participants with eAuthentication user ID's and passwords can access their refund information at FSA-FI and select "Inquiry Type 1099/Refund Reports". Refund amounts are displayed on the Producer's Year-to-Date Activity web page.

If you have a question concerning the 1099-G refund information, you may contact the county office for assistance locating the correct payment data. If you choose to visit the office, bring your CCC-1099-G with you.

**Changes to Farming Operation**

FSA encourages producers to notify us of any changes to your farming operation including land ownership or lease changes, entity changes including members and shares, and who is authorized to sign documents for the operation or individuals.

**Payments Issued for LIP, LCP and CDP**

The USDA Farm Service Agency has issued the following payments to assist producers in disaster situations for 2005-2007 crop years:

Livestock Indemnity Program (LIP)	\$363,890
Livestock Compensation Program (LCP)	\$9,184,911
Crop Disaster	\$40,211,715

### Changes to FSA Payment Processing

FSA will be deploying a new payment processing system the first part of December.

Through the new system, all payments made through direct deposit will be processed through the Federal Reserve Bank and will be received in the participants account within 2-3 days of processing. For participants without direct deposit who receive payment by check, the U.S. Treasury will issue the payment and delays up to possibly 7 days should be expected. Be aware of the delays when tax preparation for 2008 or 2009.

FSA will be unable to process any payments while the system is being upgraded.

### Year End Reviews

Producers that have a farm loan with FSA are reminded they must provide data for their Year-End Analysis (YEA) to their loan officer each year. Borrowers are urged to provide this information timely so that their files can be maintained. The office will contact you for the data you will need to assist us.

### Pulse Crops now eligible for DCP and ACRE

The 2008 Food, Conservation, and Energy Act of 2008 provided for eligible pulse crop acreage to be added as base acres and yields for commodities eligible for the 2009 through 2012 Direct and Counter-Cyclical Program (DCP) and eligible for Average Crop Revenue Election Program (ACRE). Eligible pulse crops are dry peas, lentils, Desi garbanzo beans, and Kabuli garbanzo beans. Pulse crops will be eligible for counter-cyclical payments under DCP, but not eligible for direct payments. Target prices have been established as follows:

Crop	2009- 2012 Target Price
Dry Peas	\$8.32 per cwt
Lentils	\$12.81 per cwt
Kabuli Garbanzo beans	\$12.81 per cwt
Desi Garbanzo beans	\$10.36 per cwt

To establish base acreage, FSA will use the acreage planted and considered planted to the commodities in the crop years 1998 through 2001. Yields will be determined by averaging the yields per planted acre from 1998 through 2001. If you planted dry peas, lentils, Desi garbanzo beans, or Kabuli garbanzo beans in any of the years 1998 through 2001, and you are interested in establishing a base for those crops, you will need to provide production reports to also establish yields. Policy to establish the bases and yields is still being finalized.

### Board of Livestock Approves Revised Brucellosis Action Plan

The Montana Board of Livestock approved a revised version of the state's brucellosis action plan.

Major changes to the draft plan include:

- Adoption of a two-area, rather than a three-area, plan;
- Use of county lines as area boundaries rather than roads or geographical features;
- Explanation of expected budget and funding sources;
- Removal of mandatory, statewide Official Calfhood Vaccination requirement;
- Addition of "sunset" language that details how long the plan will be in place;
- Commitment from Montana Fish, Wildlife & Parks to participate in various wildlife-related aspects of the plan.

The revisions can be found on the Department of Livestock's web site at <http://liv.mt.gov/>.

The board's action means MDOL and producers can move forward with risk assessments and herd management plans while minor details in the revised plan are resolved.

MDOL will schedule community meetings in late January to meet with producers and explain the plan in detail.

Meeting locations and dates will be listed on MDOL's web site, and announced at a later date.

The USDA has four classifications for brucellosis: Class Free, Class A, Class B and Class C. Restrictions on the interstate movement of cattle become less stringent as a state approaches or achieves Class Free status. Class C designation is for states with the highest rate of brucellosis, and requires a federal quarantine. Class A and Class B fall between the two extremes of Class Free and Class C status.

MDOL's brucellosis action plan provides a blueprint for regaining the state's Class-Free Status as quickly as possible.

For additional information, contact Steve Merritt, public information officer, Montana Department of Livestock, at 406/444-9431 ([smerritt@mt.gov](mailto:smerritt@mt.gov)).

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#### *Important Dates to Remember*

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**January – April** – Continuation of Brand Liens  
**January 19** – Holiday – Office closed  
**January 31** – Final loan/LDP availability date for  
wool/mohair shorn in 2008  
**January 31** – Final LDP availability date for 2008  
unshorn pelts  
**March 17, 2008** – NAP sales closing date for all  
crops except value loss crops

### **Average Crop Revenue Election Program (ACRE)**

ACRE is a new program authorized by the 2008 Farm Bill that protects against crop revenue shortfalls resulting from price and/or production declines at state and farm levels. Covered commodities are the same as under the 2009 – 2012 crop years Direct and Counter-Cyclical Payment Program (DCP). The election to participate in ACRE is irrevocable through the life of the Farm Bill (2012). All producers on the farm must agree to the enrollment of the farm.

Farms that participate in ACRE will still receive their Direct DCP payment, but it will be reduced by 20% and the loan rate for marketing assistance loans will be reduced by 30%. The Direct payment will be computed on 83.3% of the base acreage for the farm (85% for 2012). No counter-cyclical payments will be made on farms participating in ACRE. ACRE participants must report production to establish a Farm Expected Yield and Actual Farm Yield for the year of enrollment.

ACRE is very different from any other programs administered by FSA. The regulations and policy are still being determined and finalized and no signup period has been announced at this time. More detailed information will be provided as it becomes available.



***Wishing You A  
Very Special  
Holiday Season***

