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.

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
- Roosevelt
- Daniels
- McCone
- Sheridan
- Dawson
- Prairie
- Wibaux

Contiguous counties include:

- Carter
- Lewis and Clark
- Stillwater
- Fergus
- Meagher
- Sweet Grass
- Gallatin
- Musselshell
- Valley
- Garfield
- Powder
- Wheatland River
- 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.

Persons with disabilities who require accommodations to participate in FSA programs should contact Dale E. Barta at 3120 Valley Drive East, Miles City MT 59301 or by phone (406) 232-7905 Ext. 124.

Email address: dale barta@mt.usda.gov

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.
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.

ECP Funding Received

FSA has received $927,000 in additional funding for the Emergency Conservation Program (ECP) practices in Blaine, Custer, Dawson, Musselshell, Phillips, Richland, Sheridan and Yellowstone counties. The additional funding will fund projects related to drought and fire. Payment will be issued beginning Dec. 1, 2008.

Wishing You A Very Special Holiday Season
Inside this Issue

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Counties Receive Disaster Designation
Year-end Reviews
FSA Payment Processing Changing
Brucellosis Information

Important Dates to Remember

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, 2008 – NAP sales closing date for all crops except value loss crops

Farm Service Agency
Financial and Production Management Trainings

Classes are located at the USDA Service Center in Miles City. Classes run from 1:30 – 3:30 p.m.
$20.00 for each individual class – payment can be made at time of class by check or money order only payable to MSU Extension.


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<tr>
<th>Date</th>
<th>Title</th>
<th>Presenter(s)</th>
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| 12/15/08   | Financial Analysis         | Duane Griffith, MSU
              |                            | George Haynes, MSU            |
| 1/12/2009  | Advanced Estate Planning   | Marsha Goetting, MSU               |
| 1/27/2009  | Crop and Livestock Marketing | Gary Brester, MSU                  |
| 2/2/2009   | Energy                     | Joel Schumacher, MSU              |