

For: State and County Offices

**Determining PFC Acreage and DCP Base Acreage Reduced Because of Enrollment in CRP**

Approved by: Deputy Administrator, Farm Programs



**1 Overview**

**A Background**

1-DCP, paragraph 67 provided policy for adjusting DCP base acreage for CRP-1's that have expired or are voluntarily terminated:

- on or after between May 13, 2002
- before October 1, 2007.

The farm records management system (FRS), deployed in June 2006, included the capability to record acreage that was reduced through a CCC-505 because of enrollment in CRP. A query has been developed to assist County Offices with identifying farms where PFC acreage or DCP base acreage was reduced in the same year land was enrolled in CRP so FRS can be updated.

**B Purpose**

This notice:

- advises County Offices that queries have been developed to assist County Offices with identifying farms where PFC acreage and/or DCP base acreage may have been reduced because of enrollment in CRP
- instructs County Offices to:
  - use the query reports to verify PFC acreage and/or DCP base acreage reductions were because of enrollment in CRP
  - record the reduced acres, by commodity, and associated yield in FRS
- advises County Offices of the impact that the review will have on CCC-509's and action that shall be taken to notify producers of the review findings.

<b>Disposal Date</b>	<b>Distribution</b>
October 1, 2007	State Offices; State Offices relay to County Offices

## Notice DCP-176

### 1 Overview (Continued)

#### C Teleconference

The National Office will schedule a teleconference with State Offices to discuss the contents of this notice. State Offices will be notified by DAFO of the date, time, and information necessary for the teleconference.

### 2 Background

#### A 1996 Farm Bill

The Federal Agriculture Improvement and Reform Act of 1996 (1996 Farm Bill):

- prohibited the same land from being enrolled in PFC and CRP at the same time
- specified the total acres enrolled in PFC, CRP, and WBP could **not** exceed the total agricultural use acres on the farm
- did **not** provide authority to protect PFC acres reduced because of enrollment into CRP or to restore the acreage when CRP-1 expired or was voluntarily terminated.

Accordingly, PFC acreage reductions were permanent and there was no need for FSA to record or maintain the reduced PFC acres in FRS.

#### B 2002 Farm Bill

The Farm Security and Rural Investment Act of 2002 (2002 Farm Bill):

- prohibited the same land from being enrolled in CRP, DCP, WBP, and WRP at the same time
- specified that the total acres under CRP, CRP easement, CRP practice lifespan requirements, DCP, EWP floodplain easement, GRP, WBP, WRP, and cropland enrolled in **any** conservation program for which payments are made in exchange for **not** producing an agricultural commodity, shall **not** exceed the total DCP cropland acres on the farm
- authorized producers to enroll acreage into DCP that had previously been reduced because of enrollment in CRP.

**Note:** This authorization is limited to CRP-1's that expire or are voluntarily terminated on or after May 13, 2002, and before October 1, 2007.

Since acres reduced because of enrollment in CRP can potentially be re-enrolled when CRP-1's expire or are voluntarily terminated, there is a need to maintain this information in FRS.

**Note:** Not all land enrolled in CRP is cropland. Some riparian buffers (CP22), CP29, and CP30 practices are located on marginal pastureland.

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**3 Review Process to Identify Acreage Reduced Using CCC-505**

**A Purpose of Review Process**

The purpose of this review process is to identify situations where a CCC-505 may have been used to reduce PFC acreage and/or DCP base acreage. Once verified that the acreage was reduced on CCC-505 because of enrollment in CRP, the commodity information can be recorded in FRS for future use.

However, if CRP-1 has already expired or was voluntarily terminated, CCC-505 information shall **not** be recorded in FRS through this process, if the acreage has been enrolled in DCP.

**B Recording CCC-505 Information for Acreage Reduced Because of Enrollment in CRP**

Software has been developed that allows County Offices to record the following information in FRS by commodity and tract:

- CRP-1 number that resulted in the reduction
- year the reduction was effective
- number of acres reduced because of enrollment into CRP
- direct and/or counter-cyclical yield of commodity reduced.

County Offices shall record applicable PFC acreage and/or DCP base acreage reductions according 3-CM, paragraph 193.

The following table provides general guidance for the review process.

<b>IF the CRP-1...</b>	<b>AND CCC-505...</b>	<b>THEN...</b>
is still active	was executed to reduce PFC acreage or DCP base acreage because of enrollment in CRP	acreage listed on CCC-505 shall be recorded in FRS according to paragraph 4.
has expired or has been voluntarily terminated	<ul style="list-style-type: none"> <li>• was executed to reduce PFC acreage or DCP base acreage because of enrollment of that CRP-1</li> <li>• reduced acreage has been fully restored to DCP</li> </ul>	<ul style="list-style-type: none"> <li>• no action is required, unless the acreage was recorded in FRS</li> <li>• CCC-505 data should be deleted from FRS.</li> </ul>
	<ul style="list-style-type: none"> <li>• was executed to reduce PFC acreage or DCP base acreage because of enrollment of that CRP-1</li> <li>• reduced acreage has <b>not</b> been fully restored to DCP</li> </ul>	any CCC-505 acreage not restored to DCP shall be recorded in FRS according to paragraph 4.

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**4 Identifying Potential Farms with Reduced PFC Acreage and/or DCP Base Acreage**

**A Description of Reports and Queries**

This table provides a description of reports and queries that shall be used to identify farms with PFC acreage or DCP base acre reductions in the same year land was enrolled in CRP.

<b>Query/Report</b>	<b>Description</b>
DD Acreage and Yield Adjustment Report	<p>Under PFC and DCP, DD's were required to prepare and review Acreage and Yield Adjustment Reports at least twice each year. The reports listed:</p> <ul style="list-style-type: none"> <li>• acreage and yield adjustments made on active farms by tract and commodity</li> <li>• codes to indicate the reason for the acreage and yield adjustments; however, the codes provided were <b>not</b> always accurate because: <ul style="list-style-type: none"> <li>• codes were overwritten when more than 1 adjustment was made in the same year</li> <li>• incorrect codes were used when acres and yields were adjusted.</li> </ul> </li> </ul> <p>Queries were:</p> <ul style="list-style-type: none"> <li>• developed to allow County Offices to rerun DD Acreage and Yield Adjustment Reports for 1997 through 2007</li> <li>• included in County Release No. 620.</li> </ul>
CRP Query	A query was developed that lists active, expired, and terminated CRP-1's from 1997 to 2007. The query was included in County Release No. 620.
Tract Level Commodity Yields Query	A query was developed that lists the tract level yields for each commodity on the tract for each year the farm was active from 1997 through 2007. The query was included in County Release No. 620.

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**4 Identifying Potential Farms with Reduced PFC Acreage and/or DCP Base Acreage (Continued)**

**B Using the Reports to Identify Farm Numbers to Research**

County Offices shall identify farm numbers to research according to this table.

<b>Step</b>	<b>Action</b>						
1	<p>Run the following queries, to print DD acreage and yield adjustment reports for 1997 through 2007:</p> <ul style="list-style-type: none"> <li>• DDPFC97</li> <li>• DDPFC00</li> <li>• FARM2002</li> <li>• FARM2005</li> <li>• DDPFC98</li> <li>• DDPFC01</li> <li>• FARM2003</li> <li>• FARM2006</li> <li>• DDPFC99</li> <li>• DDPFC02</li> <li>• FARM2004</li> <li>• FARM2007.</li> </ul> <p><b>Note:</b> Each query must be run separately.</p> <p>To run the queries:</p> <ul style="list-style-type: none"> <li>• on Menu FAX250, ENTER “3” or “4”</li> <li>• on Menu FAX09002, select the appropriate County Office, if applicable</li> <li>• on Menu FAX07001, ENTER “11”</li> <li>• on Menu M00000, ENTER “6”</li> <li>• on Menu MCD600, ENTER “5”</li> <li>• ENTER the query name</li> <li>• for Select Records, ENTER “N”.</li> </ul>						
2	<p>Run the following queries, to print the 1997 through 2007 tract yields, by farm, using instructions in Step 1:</p> <ul style="list-style-type: none"> <li>• TCTYLD02</li> <li>• TCTYLD07.</li> </ul>						
3	<p>Run the CRPCNTRT query to print a list of active, expired, and terminated CRP-1’s from 1997 through 2007, using instructions in Step 1.</p>						
4	<p>For each farm number on the CRPCNTRT query, determine if the same farm number is listed on DD Acreage and Yield Adjustment Report for the applicable year.</p> <p><b>Example:</b> Farm number 426 is listed on CRPCNTRT query for CRP signup 15 with Program Year “1998”. County Office shall determine if farm number 426 is listed on the 1998 DD Acreage and Yield Adjustment Report.</p> <table border="1" data-bbox="393 1665 1484 1845"> <thead> <tr> <th data-bbox="393 1665 938 1703"><b>IF the same farm number is...</b></th> <th data-bbox="938 1665 1484 1703"><b>THEN...</b></th> </tr> </thead> <tbody> <tr> <td data-bbox="393 1703 938 1776">listed on both the query and report for the applicable year</td> <td data-bbox="938 1703 1484 1776">take action according to subparagraph C.</td> </tr> <tr> <td data-bbox="393 1776 938 1845">not listed on both the query and report for the applicable year</td> <td data-bbox="938 1776 1484 1845">no further action is required for that year.</td> </tr> </tbody> </table>	<b>IF the same farm number is...</b>	<b>THEN...</b>	listed on both the query and report for the applicable year	take action according to subparagraph C.	not listed on both the query and report for the applicable year	no further action is required for that year.
<b>IF the same farm number is...</b>	<b>THEN...</b>						
listed on both the query and report for the applicable year	take action according to subparagraph C.						
not listed on both the query and report for the applicable year	no further action is required for that year.						

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**4 Identifying Potential Farms with Reduced PFC Acreage and/or DCP Base Acreage (Continued)**

**C Researching PFC Acreage and DCP Base Acreage Reduced Because of Enrollment in CRP**

When a farm number is listed on CRPCNTRT query and DD Acreage and Yield Adjustment Report for the applicable year, the farm’s PFC acres or DCP base acres, as applicable, may have been reduced in the same year acreage was enrolled in CRP. However, the enrollment of land into CRP may **not** have been the reason for the reduction of PFC acres or DCP base acres on the farm. Therefore, County Offices **must** research the PFC or DCP farm folder, as applicable, and the corresponding CRP folder to determine if any PFC acres or DCP base acres were reduced because land was enrolled in CRP.

Under PFC and DCP:

- landowners were required to complete and sign CCC-505 when they elected to reduce PFC acreage or DCP base acres because land was enrolled into CRP
- County Offices were instructed to notate in CCC-505, Remarks Section the amount of PFC acreage or DCP base acreage, as applicable, to be reduced for each commodity on each tract.

County Offices shall identify PFC acreage and DCP base acreage reduced because of enrollment in CRP according to this table.

Step	Action	
1	For each farm number listed on both the CRPCNTRT query and DD Acreage and Yield Adjustment Report for the applicable year, County Offices shall review PFC or DCP farm folders, as applicable, and the corresponding CRP folder, to determine if a CCC-505 was executed by the applicable landowners.	
	<b>IF CCC-505 is...</b>	<b>THEN...</b>
	<b>not</b> on file  <b>Note:</b> CCC-505 may be on file in PFC, DCP, or CRP folder.	no further action is required; the farm had no PFC acreage or DCP base acreage reduced because of enrollment in CRP for the applicable year.
	on file  <b>Note:</b> CCC-505 may be on file in PFC, DCP, or CRP folder.	go to step 2.

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4 Identifying Potential Farms with Reduced PFC Acreage and/or DCP Base Acreage (Continued)

C Researching PFC Acreage and DCP Base Acreage Reduced Because of Enrollment in CRP (Continued)

Step	Action						
2	<p>Determine if acreage reduction on CCC-505 was because land was enrolled in CRP. County Offices may use the following to assist in determining if PFC acreage or DCP base acreage, as applicable, were reduced because of enrollment into CRP:</p> <ul style="list-style-type: none"> <li>• notations in CCC-505, Remarks Section</li> <li>• verifying acreage was reduced on the same tract where land is enrolled in CRP</li> <li>• notations on corresponding CRP-1 or CRP-2</li> <li>• notations on FSA-156</li> <li>• any other documentation that provides sufficient information to determine whether the reduction was because of enrollment in CRP.</li> </ul> <p><b>Important:</b> Reduction acreage:</p> <ul style="list-style-type: none"> <li>• must be from the tract where land is enrolled in CRP</li> <li>• <b>cannot</b> exceed the number of acres enrolled in CRP.</li> </ul>						
	<table border="1" style="width: 100%;"> <thead> <tr> <th data-bbox="386 1157 743 1197">IF County Office...</th> <th data-bbox="743 1157 1492 1197">THEN...</th> </tr> </thead> <tbody> <tr> <td data-bbox="386 1197 743 1386"><b>cannot</b> confirm PFC acreage or DCP base acreage, as applicable, reduction was because of enrollment in CRP</td> <td data-bbox="743 1197 1492 1386">no further action is required.</td> </tr> <tr> <td data-bbox="386 1386 743 1799">confirms PFC acreage or DCP base acreage, as applicable, reduction was because of enrollment in CRP</td> <td data-bbox="743 1386 1492 1799"> <ul style="list-style-type: none"> <li>• obtain the <b>tract level</b> yield for the commodity reduced from the applicable Tract Level Commodity Yields query</li> </ul> <p><b>Note:</b> Yields are listed by farm, tract, and year. County Offices <b>must</b> ensure that the yield for the correct tract and year is obtained from the report. Farm level yields <b>cannot</b> be used.</p> <ul style="list-style-type: none"> <li>• go to step 3.</li> </ul> </td> </tr> </tbody> </table>	IF County Office...	THEN...	<b>cannot</b> confirm PFC acreage or DCP base acreage, as applicable, reduction was because of enrollment in CRP	no further action is required.	confirms PFC acreage or DCP base acreage, as applicable, reduction was because of enrollment in CRP	<ul style="list-style-type: none"> <li>• obtain the <b>tract level</b> yield for the commodity reduced from the applicable Tract Level Commodity Yields query</li> </ul> <p><b>Note:</b> Yields are listed by farm, tract, and year. County Offices <b>must</b> ensure that the yield for the correct tract and year is obtained from the report. Farm level yields <b>cannot</b> be used.</p> <ul style="list-style-type: none"> <li>• go to step 3.</li> </ul>
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<b>cannot</b> confirm PFC acreage or DCP base acreage, as applicable, reduction was because of enrollment in CRP	no further action is required.						
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4 Identifying Potential Farms with Reduced PFC Acreage and/or DCP Base Acreage (Continued)

C Researching PFC Acreage and DCP Base Acreage Reduced Because of Enrollment in CRP (Continued)

Step	Action		
3	Determine whether the tract from which the acreage was reduced is still active in 2007.		
	<b>IF the tract...</b>	<b>AND CCC-505 reduced acres have...</b>	<b>THEN...</b>
	is active in 2007	<b>not</b> been fully restored to DCP	update any CCC-505 CRP Reduction acres that have <b>not</b> been restored to DCP in FRS for 2007 according to 3-CM, paragraph 193.  <b>Note:</b> CCC-505 reduction acres <b>must</b> be attributed to the tract from which they were originally reduced.
		been fully restored to DCP	no further action is necessary.
	was reconstituted after the CCC-505 reduction		determine the resulting tracts and the applicable reduction acres to be attributed to the resulting tracts according to subparagraph 5.
	was deleted		no further action is required.

5 Determining CCC-505 CRP Reduction Acres for Reconstituted Tracts

A Overview

It is possible that a tract was reconstituted after the CCC-505 was taken for a farm enrolling in CRP. CCC-505 CRP reduction acres shall be attributed to the **same** tract from which they were reduced. This paragraph provides instructions for researching reconstituted tracts and attributing the CCC-505 CRP reduction acres to the correct tract.

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**5 Determining CCC-505 CRP Reduction Acres for Reconstituted Tracts (Continued)**

**B Determining the Resulting Tract of a Reconstitution and the Reduction Acres Attributable to Each Tract**

County Offices shall:

- research **all** tracts identified in subparagraph 4 C, Step 3 as having been reconstituted after base acres were reduced on a CCC-505 to determine the resulting tracts
- use reconstitution history reports available on System 36 and the Web when researching tract reconstitution history
- use the following table to determine CCC-505 CRP reduction acres attributable to each resulting tract of a reconstitution.

<b>IF the tract was...</b>	<b>THEN...</b>								
combined with another tract	all CCC-505 CRP reduction acres are attributable to the 1 resulting tract.								
divided into 1 or more farms	perform the following steps for each resulting tract of the tract division.								
	<b>Step</b>	<b>Action</b>							
	1	Divide the CRP cropland acres on each resulting tract by the CRP cropland acres on the parent tract.							
	2	Multiply the result of Step 1 by the CCC-505 crop base acres reduced from the parent tract.  <b>Note:</b> Repeat Steps 1 and 2 for each crop on the resulting tracts.							
	3	Determine whether each resulting tract of the tract division is active in 2007.							
		<table border="1"> <thead> <tr> <th><b>IF the resulting tract...</b></th> <th><b>THEN...</b></th> </tr> </thead> <tbody> <tr> <td>is active</td> <td> <ul style="list-style-type: none"> <li>• update CCC-505 CRP reduction acres determined in Step 2 to the resulting tract in FRS for 2007</li> <li>• follow 3-CM, paragraph 193 to update the CCC-505 CRP reduction acres.</li> </ul> </td> </tr> <tr> <td>was reconstituted</td> <td> <ul style="list-style-type: none"> <li>• use the reconstitution history reports to determine whether the tract was combined or divided</li> <li>• follow the instructions in this paragraph to determine CCC-505 CRP reduction acres for the resulting tracts.</li> </ul> </td> </tr> <tr> <td>was deleted</td> <td>no further action is required.</td> </tr> </tbody> </table>	<b>IF the resulting tract...</b>	<b>THEN...</b>	is active	<ul style="list-style-type: none"> <li>• update CCC-505 CRP reduction acres determined in Step 2 to the resulting tract in FRS for 2007</li> <li>• follow 3-CM, paragraph 193 to update the CCC-505 CRP reduction acres.</li> </ul>	was reconstituted	<ul style="list-style-type: none"> <li>• use the reconstitution history reports to determine whether the tract was combined or divided</li> <li>• follow the instructions in this paragraph to determine CCC-505 CRP reduction acres for the resulting tracts.</li> </ul>	was deleted
<b>IF the resulting tract...</b>	<b>THEN...</b>								
is active	<ul style="list-style-type: none"> <li>• update CCC-505 CRP reduction acres determined in Step 2 to the resulting tract in FRS for 2007</li> <li>• follow 3-CM, paragraph 193 to update the CCC-505 CRP reduction acres.</li> </ul>								
was reconstituted	<ul style="list-style-type: none"> <li>• use the reconstitution history reports to determine whether the tract was combined or divided</li> <li>• follow the instructions in this paragraph to determine CCC-505 CRP reduction acres for the resulting tracts.</li> </ul>								
was deleted	no further action is required.								

**Note:** Only perform these steps if CCC-505 reduced PFC acres or DCP base acres have **not** been fully restored to DCP.

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**5 Determining CCC-505 CRP Reduction Acres for Reconstituted Tracts (Continued)**

**C Example**

In 2003, a CCC-505 base reduction was completed on farm number 1234 because of enrollment in CRP; 10 acres of oat base were reduced from tract 100.

In 2005, tract 100 was divided into tracts 200 and 201.

In 2007, tract 200 was divided into tracts 300, 301, and 302.

The instructions in subparagraph D **must** be completed **before** CCC-505 CRP reduction acres can be updated to FRS.

**Note:** Because tract 100 is no longer active in 2007, the County Office **must** use the reconstitution history reports to determine the history for that tract.

After reviewing the reconstitution history reports, the County Office finds that tract 100 was divided into tracts 200 and 201. The County Office shall follow the Steps in subparagraph B to calculate CCC-505 CRP reduction acres to be attributed to resulting tracts 200 and 201.

Tract 100 had:

- 25 CRP cropland acres
- ten CCC-505 base reduction acres.

During the tract division, tract:

- 200 received 10 CRP cropland acres
- 201 received 15 CRP cropland acres.

Following the instructions in this paragraph, the County Office shall calculate CCC-505 CRP reduction acres to be attributed to tracts 200 and 201.

<b>Tract</b>	<b>Calculation</b>
200	<ul style="list-style-type: none"><li>• Divide 10 CRP cropland acres (resulting tract CRP cropland) by 25 CRP cropland acres (parent tract CRP cropland). The result is .4.</li><li>• Multiply .4 by ten CCC-505 base reduction acres (base reduction on parent tract because of CRP enrollment). The result is 4.</li><li>• Attribute 4 acres of the original CCC-505 base reduction to tract 200.</li></ul>

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**5 Determining CCC-505 CRP Reduction Acres for Reconstituted Tracts (Continued)**

**C Example (Continued)**

<b>Tract</b>	<b>Calculation</b>
201	<ul style="list-style-type: none"> <li>• Divide 15 CRP cropland acres (resulting tract CRP cropland) by 25 CRP cropland acres (parent tract CRP cropland). The result is .6.</li> <li>• Multiply .6 by ten CCC-505 base reduction acres (base reduction on parent tract because of CRP enrollment). The result is 6.</li> <li>• Attribute 6 acres of the original CCC-505 base reduction to tract 201.</li> </ul>

The County Office determines that tract 200 was reconstituted again in 2007 and tract 201 is still active in 2007. The County Office shall update 6 acres of CCC-505 CRP reduction acres to tract 201 in FRS for 2007. However, because tract 200 was reconstituted again in 2007, additional calculations are required before FRS can be updated with these CCC-505 CRP reduction acres.

After reviewing the reconstitution history reports, the County Office finds that tract 200 was divided into tracts 300, 301, and 302 in 2007. The County Office shall follow the Steps in subparagraph B to calculate CCC-505 CRP reduction acres to be attributed to resulting tracts 300, 301, and 302.

Tract 200 had:

- 10 CRP cropland acres
- four CCC-505 CRP reduction acres

Tract 300 received 8 CRP cropland acres and tract 302 received 2 CRP cropland acres during the tract division. Tract 301 did not receive any CRP cropland acres during the tract division.

Following the instructions in this paragraph, the County Office shall calculate CCC-505 CRP reduction acres to be attributed to tracts 300, 301, and 302.

<b>Tract</b>	<b>Calculation</b>
300	<ul style="list-style-type: none"> <li>• Divide 8 CRP cropland acres (resulting tract CRP cropland) by 10 CRP cropland acres (parent tract CRP cropland). The result is .8.</li> <li>• Multiply .8 by four CCC-505 base reduction acres (base reduction on parent tract). The result is 3.2.</li> <li>• Attribute 3.2 acres of the original CCC-505 base reduction to tract 300.</li> </ul>

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**5 Determining CCC-505 CRP Reduction Acres for Reconstituted Tracts (Continued)**

**C Example (Continued)**

<b>Tract</b>	<b>Calculation</b>
301	<ul style="list-style-type: none"><li>• Divide 0 CRP cropland acres (resulting tract CRP cropland) by 10 CRP cropland acres (parent tract CRP cropland). The result is 0.</li> <li>• Multiply .0 by four CCC-505 base reduction acres (base reduction on parent tract). The result is 0.</li> <li>• Attribute 0 acres of the original CCC-505 base reduction to tract 301.</li></ul>

<b>Tract</b>	<b>Calculation</b>
302	<ul style="list-style-type: none"><li>• Divide 2 CRP cropland acres (resulting tract CRP cropland) by 10 CRP cropland acres (parent tract CRP cropland). The result is .2.</li> <li>• Multiply 2 by four CCC-505 base reduction acres (base reduction on parent tract). The result is .8.</li> <li>• Attribute .8 acres of the original CCC-505 base reduction to tract 301.</li></ul>

The County Office determines that tracts 300, 301, and 302 are all still active in 2007. The County Office shall update 3.2 acres of CCC-505 CRP reduction to tract 300, 0 acres of CCC-505 CRP reduction to tract 301, and .8 acres of CCC-505 CRP reduction to tract 302 in FRS for 2007.

**6 CCC-505 Data Already Entered in FRS**

**A Report of Previously Entered CCC-505 Data**

An Excel spreadsheet has been created that provides a list of farms that have CCC-505 CRP reduction acres already entered in FRS. The Excel spreadsheet provides the following:

- State and county code of the farm
- farm number
- tract number
- CRP-1 number
- crop
- year of reduction
- acres reduced
- prepared on date.

The Excel spreadsheet shall be used as a tool to verify the data already entered is correct.

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**6 CCC-505 Data Already Entered in FRS (Continued)**

**B Accessing the Excel Spreadsheet**

The Excel spreadsheet of CCC-505 CRP reduction acres already entered in FRS can be accessed according to the following table.

<b>Step</b>	<b>Action</b>
1	Open Internet Explorer.
2	ENTER <a href="http://dc.ffasintranet.usda.gov/farmbill/ccc/default.htm">http://dc.ffasintranet.usda.gov/farmbill/ccc/default.htm</a> on the address line and PRESS "Enter".
3	CLICK "CCC-505 CRP Reduction Acres Report".
4	CLICK "Open".

**C Example of Spreadsheet**

Following is an example of the Excel spreadsheet.

<b>CCC-505 Contract Acres as of May 23, 2007 at 9:00 AM CDT</b>							
<u>State</u>	<u>County</u>	<u>Farm</u>	<u>Tract</u>	<u>Contract</u>	<u>Crop</u>	<u>Year</u>	<u>505 Acres</u>
01	053	11	10	272	WHEAT	2006	43.3
01	079	5787	699	538	CORN	1998	11.6
01	117	1092	999	14	CORN	2007	3.5
01	117	1092	999	14	SOYBEANS	2007	2.3
05	021	69	2254	477	SOYBEANS	2007	0.2
05	021	4573	23542	475	SOYBEANS	2007	4.4
05	021	4573	23542	478	SOYBEANS	2007	8.2

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**6 CCC-505 Data Already Entered in FRS (Continued)**

**D Reviewing the Excel Spreadsheet**

County Offices listed as having farms that have CCC-505 CRP reduction data already entered in FRS shall review the Excel spreadsheet to determine the validity of the data that has been entered. Take action according to the following table.

<b>Step</b>	<b>Action</b>		
1	Determine if CCC-505 CRP reduction data already entered is correct.		
	<b>IF the data is...</b>	<b>THEN...</b>	
	correct	go to step 2.	
	incorrect	<ul style="list-style-type: none"> <li>• follow instructions in paragraph 4 to identify the correct CCC-505 CRP reduction data</li> <li>• update FRS with the correct data</li> <li>• go to step 2.</li> </ul>	
2	Determine if CRP-1 that caused CCC-505 reduction is still active.		
	<b>IF the CRP-1 is...</b>	<b>THEN...</b>	
	active	no further action is necessary.	
	inactive	determine if CCC-505 CRP reduction acres have already been enrolled in DCP.	
		<b>IF CCC-505 CRP reduction acres have ...</b>	<b>THEN...</b>
		not been enrolled in DCP	<ul style="list-style-type: none"> <li>• notify producers of any CCC-505 reduced acres found as a result of this review if the farm for which the CCC-505 reduced acres has enough effective DCP cropland to support enrollment of all or part of the acres that were reduced</li> <li>• follow instructions in paragraph 9 to enroll CCC-505 CRP reduced acres upon producer request.</li> </ul>
	have been enrolled in DCP	access crop CCC-505 CRP Reduction Acres Screen in FRS and delete the acres according to 3-CM, paragraph 193.	

## Notice DCP-176

### 7 Eligibility for Enrollment in DCP

#### A Enrollment in DCP and CRP

1-DCP, subparagraph 426 J provides that land enrolled in CRP is **not** eligible to be enrolled in DCP at the same time. As a result, any acres identified through this review **are not eligible** for enrollment in DCP, if the acres are still enrolled in CRP. However, as a result of this review process, County Offices may identify situations where acreage reduced on a CCC-505 could have been, but were not, enrolled in DCP when CRP-1 expired or was voluntarily terminated. Any situation identified through this review is subject to the provisions provided in the remainder of this paragraph.

#### B 2006 and Prior Years CCC-509's

[7 CFR § 1412.401 (a) (2) (ii)] stipulates that enrollment in DCP is **not** allowed after September 30 of the contract period in which the direct and counter-cyclical payments are requested. Further, 1-DCP subparagraph 353 B provides that revisions to CCC-509 shall not be made after September 30 of the FY.

The provisions of this notice do not authorize County Offices to revise DCP base acres for 2006 and prior years if it is determined that acreage expiring or voluntarily terminated from CRP was not re-enrolled in DCP timely. Producers are not entitled to additional payments based on the results of this review for 2006 and prior years.

#### C 2007 CCC-509's

If situations are found based on this review that could result in an increase of the number of acres enrolled in DCP, County Offices shall notify producers according to subparagraph 8 B:

- of the number of acres that are eligible for enrollment in DCP, if the farm has sufficient effective DCP cropland to support the enrollment of all or part of the acres that were reduced on the CCC-505
- that revisions to CCC-509's **must** be completed before **September 30, 2007**, for FY 2007.

**Note:** If the original CCC-509 is enrolled in DCP before August 3, 2007, the revision to the DCP base acreage can be completed by September 30, 2007, without assessment of the \$100 late-filed fee. However, the producers sharing in the affected base acreage **must** sign the revised CCC-509 by September 30, 2007.

## Notice DCP-176

### 8 County Office Action

#### A Timeframe for Review

County Offices shall complete the actions in this notice as time permits. However, September 30, 2007, is the deadline for revising DCP base acreage for the 2007 FY. County Offices are **not** authorized to revise FY 2007 CCC-509's after September 30, 2007.

**Note:** Although there is no set deadline for completing the tasks in this notice, County Offices shall be aware that the upcoming Farm Bill may affect how or if these acres will be used. Therefore, County Offices shall make every effort to complete the tasks in this notice as timely as possible to ensure that they are loaded before the new Farm Bill takes effect.

#### B Notifying Producers

County Offices shall:

- **not** notify producers of any CCC-505 reduced acres found as a result of this review, if the farm for which the CCC-505 reduced acres does **not** have sufficient effective DCP cropland to support enrollment of any of the acres that were reduced
- notify producers of any CCC-505 reduced acres found as a result of this review, if the farm for which CCC-505 reduced acres has enough effective DCP cropland to support enrollment of all or part of the acres that were reduced.

**Reminder:** County Offices are only authorized to revise FY 2007 CCC-509's with the increased base acreage and all revisions **must** be completed by September 30, 2007, to be applicable for the 2007 contract period.

#### C Questionable Situations

County Offices shall contact their State Office for guidance about any questionable situations that are found as a result of this review **before** increasing any DCP base acreage.

**Note:** State Offices shall contact PECD for additional guidance on questionable situations.

## Notice DCP-176

### 9 Enrolling CCC-505 CRP Reduction Acres in DCP

#### A Overview

After a CRP-1 expires or is voluntarily terminated, producers may request to enroll CCC-505 CRP reduction acres in DCP. This paragraph provides instructions for:

- calculating base acres
- calculating yields
- deleting CCC-505 CRP reduction acres from FRS.

#### B Calculating Base Acres

CCC-505 CRP reduction acres **must** be added to DCP base acres on the tract from which they were originally reduced. For the applicable tract, calculate base acres by adding:

- existing base acres for the crop, plus
- CCC-505 CRP reduction acres for the crop.

**Note:** It is possible that only a portion of CCC-505 CRP reduction acres are being enrolled. If this occurs, County Offices shall ensure that only the applicable amount of CCC-505 CRP reduction acres are added to existing base acres.

#### C Calculating Yields

County Offices shall take the following actions when recalculating yields.

Step	Action
1	Multiply the existing crop base acres times the crop yield.
2	Multiply CCC-505 CRP reduction acres for the crop times the crop CCC-505 CRP reduction yield.
3	Total the results of Steps 2 and 3.
4	Add existing crop base acres plus crop CCC-505 CRP reduction acres.
5	Divide Step 3 by step 4. The result is the new crop yield.
6	Update FRS with the yield determined in Step 5 according to 3-CM.

**Notes:** This process is used to calculate both direct and counter-cyclical yields.

For CCC-505 PFC reductions where CRP-1 expired or was voluntarily terminated after May 13, 2002, recalculate the direct yield **only**.