

For: State and County Offices

2011 Final DCP/ACRE Direct Payments

Approved by: Acting Deputy Administrator, Farm Programs



1 Overview

A Background

The Food, Conservation, and Energy Act of 2008 (the 2008 Act) was enacted into law on June 18, 2008. The 2008 Act authorizes the continuation of DCP for 2008 through September 30, 2012, and provides for the ACRE Program.

B Purpose

This notice advises State and County Offices that:

- 2011 final DCP/ACRE direct payments will be issued on or about **October 7, 2011**
- 2011 advance DCP/ACRE direct payments will stop being processed as of September 30, 2011
- 2011 advance DCP/ACRE direct overpayments that have **not** been transferred to NRRS by September 30, 2011, will automatically be transferred to NRRS on or about **October 6, 2011**
- DCP/ACRE payment reports are available through the Common Payment Reports System according to 9-CM
- 2010 ACRE/ACRE payments will be issued on or about **October 7, 2011**, for barley, canola, dry peas, flaxseed, lentils, oats, rapeseed, and wheat.

Disposal Date	Distribution
December 1, 2011	State Offices; State Offices relay to County Offices

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2 2011 DCP/ACRE Direct Payments and Overpayments

A Advance DCP/ACRE Direct Overpayments

DCP or ACRE direct overpayments that are determined during the advance payment cycle are displayed on the Pending Overpayment Report and remain on the Pending Overpayment Report until 1 of the following occurs:

- the condition causing the overpayment is corrected
- the County Office selects the overpayment to be transferred to NRRS
- final payment processing begins, at which time all overpayments determined during the advance payment cycle that have not been transferred to NRRS will be **automatically** transferred to NRRS on or about October 6, 2011.

B Final DCP/ACRE Direct Payments and Overpayments

2011 DCP/ACRE final direct payments will be:

- issued on or about October 7, 2011
- offset by receivables that are:
 - established in NRRS on or about October 6, 2011, for any 2011 DCP/ACRE advance overpayments that were not transferred to NRRS before September 30, 2011
 - already established in NRRS for other programs.

C DCP/ACRE Final Direct Payment Rates

DCP/ACRE final direct payment rates are provided in 2-DCP (Rev. 1) as follows:

- for DCP direct final payment rates, see Exhibit 8
- for ACRE direct final payment rates, see Exhibit 9.

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2 2011 DCP/ACRE Direct Payments and Overpayments (Continued)

D DCP/ACRE Pending Overpayment Report

The overpayment process will update the Pending Overpayment Report with the applicable overpayment information and hold the overpayment for 10 workdays. See 9-CM, paragraph 65 for information about the Pending Overpayment Report.

Note: The hold on overpayments allows for corrective action to be taken, if necessary, and will prevent overpayments from being transferred while taking corrective action or waiting for updates in the system to be applied.

County Offices have the following 2 options for overpayments listed on the Pending Overpayment Report:

- immediately correct the condition causing the overpayment to be listed on the Pending Overpayment Report
- select the overpayment for immediate transfer to NRRS, if the producer is determined to be overpaid.

Notes: If no action is taken, the overpayment will be automatically transferred to NRRS on the “Transfer Date”.

If the producer is listed on the Pending Overpayment Report and no corrective action is needed, the County Office shall select the overpayment to be transferred to NRRS **immediately**.

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3 DCP/ACRE Direct Payment Reports

A DCP/ACRE Direct Payment Reports

The DCP/ACRE direct payment reports are available according to the following.

Access Through	Available Payment Reports	Handbook	Paragraph
DCP-ACRE Payment Menu		2-DCP	218-220
	Estimated Calculated Payment Report	(Rev. 1)	221
Common Payment Reports System		9-CM	52
	Submitted Payment Report		63
	Submitted Overpayment Report		64
	Pending Overpayment Report		65
	Nonpayment/Reduction Report		66
	Insufficient Funds Report		67
	Payments Computed to Zero Report		68
	Payment History Report - Summary		69
	Payment History Report - Detail		70

B Insufficient Funds Report

The Insufficient Funds Report was used for previous DCP/ACRE payment processing because of e-Funds being allocated at the County Office level. However, because of e-Funds being changed to a National Allotment, the Insufficient Funds Report will no longer be used for DCP/ACRE payments.

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4 Issuing Payments to Producers With Special Circumstances

A Bankruptcy

County Offices shall follow 58-FI, paragraphs 177 and 330 for producers who have filed bankruptcy.

B Deceased Producers

County Offices shall follow 1-DCP, paragraph 400 for deceased producers.

C Successor-in-Interest

County Offices shall follow 1-DCP, paragraph 398 for successor-in-interest.

5 Action

A State Office Action

State Offices shall:

- **not** allocate 2011 DCP or ACRE direct e-Funds
- ensure that County Offices:
 - are immediately informed of the contents of this notice
 - take action, when applicable, according to the information provided in this notice.

B County Office Action

County Offices:

- are advised that:
 - 2011 advance DCP/ACRE direct payment processing will stop as of **September 30, 2011**
 - 2011 advance DCP/ACRE direct overpayments will automatically be transferred to NRRS on or about **October 6, 2011**
 - 2011 final DCP/ACRE direct payments will be issued on or about **October 7, 2011**
 - 2010 ACRE/ACRE payments will be issued on or about **October 7, 2011**, for barley, canola, dry peas, flaxseed, lentils, oats, rapeseed, and wheat

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5 Action (Continued)

B County Office Action (Continued)

- shall follow 2-DCP (Rev. 1), Part 5 for:
 - payment and overpayment processing
 - accessing the Estimated Calculated Payment Report
- shall follow Common Payment Reports System procedure in 9-CM according to subparagraph 3 A for all other payment and overpayment reports.