

**For:** State and County Offices

**Supplemental Dairy Margin Coverage (SDMC) Special Enrollment and 2022 Dairy Margin Coverage Election Period**

**Approved by:** Acting Deputy Administrator, Farm Programs



**1 Overview**

**A Background**

The Consolidated Appropriations Act of 2021 authorized supplemental dairy margin coverage payments to participating eligible dairy operations whenever the average actual dairy production margin for a month is less than the coverage level threshold selected by such eligible dairy operation.

Supplemental DMC will benefit small and mid-size dairy operations with less than 5 million pounds of DMC established production history that have increased milk production over time prior to 2020 and may establish supplemental production history and cover additional production under DMC.

The SDMC special enrollment and 2022 DMC coverage election period will occur concurrently, and dairy operations may enroll at the same time if they desire.

**B Purpose**

This notice informs State and County Offices of:

- dates of the SDMC special enrollment
- eligibility requirements
- supplemental production history establishment
- revision of 2021 DMC CCC-801 Contract
- premium requirements
- 2022 DMC coverage election period.

<b>Disposal Date</b>	<b>Distribution</b>
May 1, 2022	State Offices; State Offices relay to County Offices

## Notice DMC-52

### 1 Special Enrollment Period

#### A Sign-Up Dates

Eligible dairy operations must enroll during this special enrollment to establish supplemental production history and revise their CCC-801 contract to be affective retroactively for the 2021 calendar year.

Additionally, the special enrollment period will occur at the same time as the 2022 DMC coverage election period however it is important SDMC sign-up be completed before the enrollment in 2022 DMC.

Eligible dairy operations may sign up for the SDMC special enrollment starting on **December 13, 2021 through February 18, 2022.**

### 2 SDMC Eligibility

#### A Eligibility

For participation in 2021 Supplemental DMC, dairy operations will meet the following requirements:

- DMC established production history of less than 5,000,000 pounds
- 2019 milk marketings must exceed established DMC production history
- have an approved supplemental production history for the dairy operation on CCC-800A (See Exhibit 1 for an Example of CCC-800A)
- enrolled in DMC for 2021 DMC
- submit a revised CCC-801 contract, during the special enrollment period, agreeing to the terms and conditions prescribed by CCC.

**3 SDMC Production History**

**A Overview**

Eligible dairy operations may establish supplemental production history during the special enrollment period which is occurring concurrently with the 2022 DMC coverage election period.

Dairy operations not enrolled on 2021 DMC may establish supplemental production history, however, will not be effective until the 2022 coverage year.

Once the supplemental production history is established, it will be a separate record from the established production history. When established and approved, any future DMC contract will cover both established and supplemental production history.

**B SDMC Production History Calculation**

A dairy operations supplemental production history is determined by subtracting the current DMC production history from the dairy operations milk marketings for the 2019 calendar year with the result multiplied by 75 percent.

**Example 1:** Joe Dairyman operates a small dairy operation with a DMC established production history of 900,000 pounds and has increased his milk production since first enrolling in DMC and has 2019 milk marketings of 1,500,000 pounds. Joe Dairyman’s supplemental production history is calculated by:

2019 Milk Marketings-	1,500,000 pounds
<u>DMC Production History-</u>	<u>900,000 pounds (minus)</u>
<u>Net- (Multiplied by 75%)</u>	<u>600,000 pounds</u>
<u>Supplemental Production History</u>	<u>450,000 pounds</u>

Joe Dairyman’s supplemental production history is 450,000 pounds.

**Example 2:** Sam Dairyman operates a mid-size dairy operation with a DMC established production history of 1,500,000 and has significantly increased his milk production since 1<sup>st</sup> enrolling in DMC and has 2019 milk marketings of 15,000,000 pounds. Sam Dairyman supplemental production history is calculated by:

2019 Milk Marketings-	15,000,000 pounds
<u>DMC Production History-</u>	<u>1,500,000 pounds (minus)</u>
<u>Net- (Multiplied by 75%)</u>	<u>13,500,000 pounds</u>
<u>Supplemental Production History</u>	<u>10,125,000 pounds</u>

Sam Dairyman’s supplemental production history is 10,125,000 pounds.

## Notice DMC-52

### 3 SDMC Production History (Continued)

#### C 2019 Milk Marketing Statements

Dairy operations establishing supplemental production history at special enrollment or after are required to provide a document of 2019 milk marketings. The marketing statement will be a summary of 2019 milk marketings and be provided to FSA by one of the following:

- record of 2019 milk marketings from the milk cooperative or marketing organization
- milk marketing statement from January 2020 for the month of December 2019 marketings that includes the 2019 milk marketing for the year.

**Note:** The 2019 milk marketing statement is required for establishment of SDMC production history. A verbal certification does not meet SDMC requirements.

County Offices will insert a copy the 2019 marketing statement in the dairy operations DMC producer file.

For cases when a dairy operation succeeded or merged prior to special enrollment period under DMC, the 2019 milk marketings from the prior dairy operation(s) maybe used to establish supplemental production history

#### D CCC-800A SDMC Production History Establishment Form

To establish supplemental production history, CCC-800A:

- must be completed by a participating dairy operation and used for the initial establishment of supplemental production history
- will be accepted and approved by County Offices during a special enrollment or coverage election period (CCC-800A's received after special enrollment period will not be effective until next coverage year)
- does not register the dairy operation in DMC.

**Note:** CCC-800A must be accompanied by CCC-801 to be considered registered for DMC. See Exhibit 2 for an example of CCC-801.

#### E Supplemental Coverage Limitation

While there is no limit on the amount of established supplemental production history per dairy operation, new supplemental production history in addition to established production history is limited to 5 million pounds of covered production. Consequently, once the 5 million coverage threshold is met, there is no additional DMC program benefit through supplemental.

**3 SDMC Production History (Continued)**

**F Production History Modifications**

Policy for SDMC production history modifications correlates to regular DMC production history modifications in that established supplemental production history will transfer as it would for transfers, successions-in-interest, and mergers. Additionally, a dairy operation that dissolves with established DMC and SDMC production history that starts to commercially, market milk may reestablish both DMC and SDMC production history assuming eligibility provisions are met.

Intergenerational transfer policy is different in that an approved production history increase is only applicable to regular DMC production history and **not** supplemental production history.

Review 1-DMC, Amendment 1, paragraphs 30-37 to review supplemental production history modifications.

**G Successions Occurring from January 2, 2021 through SDMC Special Enrollment**

For dairy operations where a succession-in-interest occurred from January 2, 2021, through the start of SDMC special enrollment, the predecessor dairy operation must establish the supplemental production history for it to be effective for 2021. 2021 enrollment in SDMC requires a revision to the 2021 DMC contract so the predecessor must establish supplemental production history and eligible for coverage days commercially, marketing milk. Otherwise, if the successor establishes the supplemental production history, it will not be effective until 2022.

**Important:** For enrollment of dairy operations where a succession-in-interest has occurred for this timeframe, County Offices must recognize the importance to communicate this to applicable dairy operations and recommend the predecessor establishes the supplemental production history for it to be effective for the 2021 contract.

For cases when a deceased producer was a predecessor dairy operation and a producer signature or signature authority is not available according to 1-CM, the County Office should take a manual supplemental production history form (CCC-800A) and CCC-801 contract if a successor is applying for 2021 SDMC. County Offices should report these cases to State Offices who will contact the National Office for additional guidance on processing these applications.

## Notice DMC-52

### 4 Revised DMC CCC-801 Contract

#### A 2021 DMC Contract Revisions

Eligible dairy operations that create supplemental production history during special enrollment will revise the CCC-801 contract for the supplemental production history to be effective for 2021. The following provisions are applicable to the CCC-801 contract revision:

- supplemental production history will be applied under the contract
- the coverage elections selected by dairy operation during the initial 2021 coverage election period will apply to the revised contract
- the coverage elections will be applicable to both established production history and supplemental production history.

#### B 2021 DMC Contract SDMC Premiums

Dairy operations establishing supplemental production history and covering production under SDMC will pay the additional premiums according to the following:

- standard DMC premium rate per cwt is applicable to all SDMC covered production
- lock-in contracts with SDMC premiums are not discounted and will pay the standard premium rate.

Dairy operations will pay the SDMC premium due at enrollment by either of the following:

- payment by check
- creation of receivable by County Office staff.

#### C Creating Receivables for 2021 SDMC Premiums

County Office staff will create receivables for any dairy operation that does not pay SDMC premiums by check by the close of day. Projected monthly DMC indemnity payments expected for the rest of 2021 and the timely creation of receivables for the SDMC premiums will allow them to be offset and not further delay the approval of a 2022 DMC contract.

County Offices should create receivables according to:

- follow Notice DMC-48 “Establishing DMC Receivables for 2021 DMC Premiums”
- Numeric code: 8056
- Supplemental Alpha code: 21DMCPREMFEEUSU.

## Notice DMC-52

### 5 2022 DMC Coverage Election Period

#### A Background

The DMC program is a voluntary program that provides dairy operations with risk management coverage that will pay participants when the difference, or margin between the National price of milk and the average cost of feed falls below a certain level selected by the producer in the dairy operation.

The annual registration and coverage election period for coverage year 2022 will begin on December 13, 2021, through February 18, 2022, during the SDMC special enrollment.

Dairy operations that have already registered for DMC in 2021 need only to complete CCC-801, as applicable according to 1-DMC. A dairy operation under a lock-in contract must also submit CCC-801 during the annual election period to certify that it is still in the business of commercially marketing milk, but new coverage election is not allowed.

County Offices will continue accepting CCC-800 and CCC-801 submitted by the new dairy operation within 60 calendar days of beginning production.

### 6 2021 DMC Premium Fees and 2022 DMC Contract Approval

#### A 2021 DMC Premium Fees Not Paid

For 2022 DMC enrollment, if a dairy operation enrolls in 2022 DMC and has 2021 DMC and SDMC unpaid premium fees or unpaid receivables for premium fee debt, the software will not allow approval of the contract until the 2021 premium debt is satisfied.

Notice DMC-48 provided instructions to County Offices to manually create receivables for any 2021 DMC premium fee not paid by the 31<sup>st</sup> calendar day after receiving the notification letter. County Offices must create receivables timely to not delay the approvals of 2022 DMC contracts.

#### B New Premium Payment Option

For 2022 DMC, dairy operations with 100% share including individual, joint ventures with tax identification number, and entities will be eligible for the premium deduction option.

Informal joint ventures without a tax identification number are **not** eligible for premium deduction option however an assignment will remain a premium payment option for them.

On CCC-801, item 24, applicable dairy operations desiring the premium payment option, will select "Yes" to "I elect to reduce my DMC payments to pay any outstanding balance for premiums due on this contract".

## Notice DMC-52

### 7 DMC Dairy Decision Tool

#### A Decision Tool Updated

The web-based DMC Decision Tool has been updated and developed that will allow dairy farmers the opportunity to calculate their coverage needs under DMC. The DMC Decision Tool can be securely accessed by computer, Smartphone, tablet, or any other platform, 24-hours a day, 7 days a week, and can be found at <https://DairyMarkets.org>. It is recommended to use Chrome, Mozilla, or Firefox to run the tool efficiently.

**Note:** Users of the DMC Decision Tool bear the sole responsibility for the resulting decisions affecting their participation in DMC and the DMC Decision Tool is not the advice of FSA.

### 8 Admin Fee Waiver Reminder

#### A Administrative Fee Waiver

The DMC software will read subsidiary to determine whether the dairy operation is eligible for waiver. CCC-860 must be in the name of the dairy operation in subsidiary for the DMC software to read the applicable administrative fee waiver.

Informal joint ventures with CCC-860's on file may be in the name of the members. This will require a new CCC-860 in the name of the dairy operation and recorded in subsidiary under the informal joint venture. County Offices will plan accordingly and accept new CCC-860's in the name of the dairy operation if not recorded in subsidiary correctly.

If the dairy operation qualifies for waiver but the waiver flag is no, ensure that subsidiary has been updated accordingly. Once subsidiary has been updated for the dairy operation, users can select the "Refresh" button next to the admin waiver question located on the Producer Certification Screen.

**Note:** CCC-860's must be received during the enrollment period for the admin fee to be waived for that coverage year.



## Notice DMC-52

### 9 Action (Continued)

#### A State Office Action

State Offices must ensure that County Offices:

- are immediately informed of the contents of this notice
- immediately publicize the contents of this notice by all approved available means referenced in 1-DMC, subparagraph 3 F for policy and procedure
- forward DMC program questions through their State Office to the National Office.

#### B County Office Action

County Offices must:

- review 1-DMC Revision Amendment 1
- immediately notify producers, by all approved available means, of the SDMC special enrollment and CY 2021 DMC coverage election period
- forward questions about the contents of this notice to their State Office Price Support Specialist
- begin accepting CCC-800, CCC-800A's, and CCC-801 beginning December 13, 2021, and ending COB February 18, 2022.

**CCC-800A, Dairy Margin Coverage (DMC) Supplemental Production Establishment**

**A Completing CCC-800A's**

Complete CCC-800A's according to the following table. Items 1-6 and 8 will be the same for dairy operation on CCC-800.

<b>Item</b>	<b>Instructions</b>
1	FSA representative will enter applicable administrative State name.
2	FSA representative will enter applicable administrative county name.
3	FSA representative will enter the farm number.
4	FSA representative will enter the tract number.
5	FSA representative will enter the dairy operation number.
<b>Part A – Dairy Operation Information</b>	
6	Dairy operation will enter the name and address of the dairy operation.
7	Dairy operation will enter the total pounds of milk marketings for the 2019 calendar year.
8	Dairy operation will enter the established supplemental production history.
<b>Part B - Certification</b>	
9	The producer with an interest in the dairy operation indicated in item 6 will print their name.
10	The producer with an interest in the dairy operation in item 6 must sign.  <b>Note:</b> If signature authority is on file for the legal entity, only the signature of the person signing in a representative capacity is required according to 1-CM.
11	The producer will enter their title or relationship of the individual signing in the representative capacity.
12	The producer will date the document.
<b>Part C – CCC Acceptance and Approval</b>	
13	The COC or the COC designee signs the document.
14	The COC or the COC designee dates the document.
15	The COC or the COC designee must check the box to approve or disapprove.
16	If disapproved, the COC or COC designee must enter any noteworthy remarks about the disapproval.

CCC-800A, Dairy Margin Coverage (DMC) Supplemental Production Establishment (Continued)

B Example of CCC-800A

The following is an example of CCC-800A.

<b>CCC-800A</b> (09-13-21)		U.S. DEPARTMENT OF AGRICULTURE Commodity Credit Corporation		<b>For County Office Use Only</b>		
<b>DAIRY MARGIN COVERAGE (DMC)                  SUPPLEMENTAL PRODUCTION                  ESTABLISHMENT</b>				1. Admin State Name:		
				2. Admin County Name:		
				3. Farm Number:		
				4. Tract Number:		
				5. Dairy Operation Number:		
<b>PART A – DAIRY OPERATION INFORMATION</b>						
6. Dairy Operation Name and Address						
7. What are the total pounds of milk marketings for the 2019 calendar year? Note: For Dairy operation with less than 12 months of milk marketing for calendar year 2019, record the total actual milk marketings for the 2019 months available.						lbs.
8. Established Supplemental Production History (2019 milk marketings minus production history) multiplied by 75 percent						lbs.
<b>PART B – CERTIFICATION</b> By signing this form, I acknowledge:						
<ul style="list-style-type: none"> <li>the establishment of DMC supplemental production history eligible for coverage under DMC according to 7 CFR 1430.405(a)(3).</li> <li>That once the DMC supplemental production history is established, will require DMC enrollment of both supplemental history and production history.</li> </ul>						
9. Dairy Operation Name	10. Signature of Producer (By)	11. Title/Relationship of the Individual Signing in the Representative Capacity	12. Date (MM-DD-YYYY)			
<b>PART C – CCC ACCEPTANCE AND APPROVAL</b>						
13. COC or Designee Signature		14. Date (MM-DD-YYYY)	15. COC Determination			
			<input type="checkbox"/> Approved <input type="checkbox"/> Disapproved			
16. Remarks						
NOTE: The following statement is made in accordance with the Privacy Act of 1974 (5 USC 552a – as amended). The authority for requesting the information identified on this form is the Commodity Credit Corporation Charter Act (15 U.S.C. 714 et seq.), the Agricultural Improvement Act of 2018 (Pub. L. 115-334) and 7 CFR 1430. The information will be used to determine eligibility to participate in and receive benefits under the Dairy Margin Coverage for dairy producers. The information collected on this form may be disclosed to other Federal, State, Local government agencies, Tribal agencies, and nongovernmental entities that have been authorized access to the information by statute or regulation and/or as described in applicable Routine Uses identified in the System of Records Notice for USDA/FSA-2, Farm Records File (Automated). Providing the requested information is voluntary. However, failure to furnish the requested information will result in a determination of ineligibility to participate in and receive benefits under the Dairy Margin Coverage for dairy producers.						
<b>Paperwork Reduction Act (PRA) Statement</b> This information collection is exempted from the Paperwork Reduction Act as specified in 7 U.S.C. 9091(c)(2)(B).						
The provisions of appropriate criminal and civil fraud, privacy, and other statutes may be applicable to the information provided. <b>RETURN THIS COMPLETED FORM TO YOUR COUNTY FSA OFFICE.</b>						
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Persons with disabilities who require alternative means of communication for program information (e.g., Braille, large print, audiotape, American Sign Language, etc.) should contact the responsible Agency or USDA's TARGET Center at (202) 720-2600 (voice and TTY) or contact USDA through the Federal Relay Service at (800) 877-8339. Additionally, program information may be made available in languages other than English.						
To file a program discrimination complaint, complete the USDA Program Discrimination Complaint Form, AD-3027, found online at <a href="http://www.assr.usda.gov/complaint_filing_cust.html">http://www.assr.usda.gov/complaint_filing_cust.html</a> and at any USDA office or write a letter addressed to USDA and provide in the letter all of the information requested in the form. To request a copy of the complaint form, call (866) 632-9902. Submit your completed form or letter to USDA by: (1) mail: U.S. Department of Agriculture Office of the Assistant Secretary for Civil Rights 1400 Independence Avenue, SW Washington, D.C. 20250-0410; (2) fax: (202) 690-7442; or (3) email: <a href="mailto:program.intake@usda.gov">program.intake@usda.gov</a> . USDA is an equal opportunity provider, employer, and lender.						
Date Stamp						

**CCC-801, Dairy Margin Coverage (DMC) Supplemental Coverage, and Annual Election**

**A Completing CCC-801**

Complete CCC-801’s according to the following table.

<b>Item</b>	<b>Instructions</b>
1	FSA representative will enter applicable administrative State name.
2	FSA representative will enter applicable administrative county name.
3	FSA representative will enter the dairy operation number.
4	FSA representative will enter the coverage year.
<b>Part A – General Information</b>	
5	Dairy operation will enter the name and address of the dairy operation.
6	Dairy operation answers “Yes” or “No” to the following question: Does the dairy operation currently produce and commercially market milk? (For 2019 only, if the dairy operation commercially produced milk for any months in 2019, Check “Yes”).
7	Dairy operation answers “Yes” or “No” to the following question: Is the dairy operation electing to lock in coverage through Dec. 31, 2023?
<b>Part B – Coverage Level Election</b>	
8	FSA representative enters the approved production history for the dairy operation.
9	FSA representative enters the supplemental production history.
10	Dairy operation selects one coverage level percentage election.
11	Dairy operation selects Tier 1 coverage level election threshold election for 5 million pounds of production history or less.
12	Dairy operation selects Tier 2 coverage level election threshold election for more than 5 million pounds or more if applicable.
<b>Part C – Calculated Totals And Payment Amounts</b>	
13A	FSA representative enters the \$100 administrative fee due.
13B	FSA representative will enter the calculated premium due no later than Sep. 1 of the applicable calendar year. (For 2019 only, Sep. 20, 2019).
13C	FSA representative will enter the supplemental premium due no later than September 1 of applicable coverage year.
13D	FSA representative will enter the total amount due.
14A	FSA representative will enter the amount of administrative fee paid or waived.
14B	FSA representative will enter the amount of 2014-17 premium credit used for the contract. (It may or may not be the total on form CCC-785, item 15B).
14C	FSA representative will enter the amount of premium amount paid by cash or check.
14D	FSA representative will enter the amount of supplemental premium paid.
14E	FSA representative will enter the total amount received/credited.
14F	FSA representative will enter the total balance due.

**CCC-801, Dairy Margin Coverage (DMC) Supplemental Coverage, and Annual Election  
(Continued)**

**A Completing CCC-801 (Continued)**

<b>Item</b>	<b>Instructions</b>
<b>Part D – Certification And Signatures</b>	
15	The producer will print his name.
16	The producer will enter the percentage share of the dairy operation.
17	The producer will check the commensurate no box if they do not make commensurate contributions of land, labor, management, equipment, or capital.
18	The producer will check the participating no box if they do not want to participate in the DMC program.
19	The producer will check the refuse payment yes box if they do not want to receive DMC payments.
20	The producer will check the point of contact box if they are the point of contact.
21	The producer signs the document.
22	The producer will enter the title/relationship of the individual signing in the representative capacity
23	The producer will date the document.
<b>Part E – Premium Payment Election</b>	
24	The producer will check yes if they want to elect to reduce any DMC payments to pay any outstanding balances for premiums due on this contract. The COC or COC designee will sign the document.
<b>Part F – CCC Acceptance And Approval</b>	
25A	The COC or COC designee will sign the document.
25B	The COC or COC designee will date the document.
25C	The COC or COC will determine the CCC-801 approved or disapproved.
26	If disapproved, the COC will make noteworthy comments on the reason for the disapproval.

CCC-801, Dairy Margin Coverage (DMC) Supplemental Coverage, and Annual Election (Continued)

B Example CCC-801

The following is an example CCC-801.

(See Page 2 for Privacy Act and Paperwork Reduction Act Statements)

<p><b>CCC-801</b> (10-12-21)</p> <p style="text-align: center;"><b>U.S. DEPARTMENT OF AGRICULTURE</b> Commodity Credit Corporation</p> <p style="text-align: center;"><b>DAIRY MARGIN COVERAGE (DMC), SUPPLEMENTAL COVERAGE, AND ANNUAL ELECTION</b></p>	<p style="text-align: center;"><b>For County Office Use Only</b></p> <table border="1" style="width: 100%; border-collapse: collapse;"> <tr><td>1. Admin State Name:</td><td></td></tr> <tr><td>2. Admin County Name:</td><td></td></tr> <tr><td>3. Dairy Operation Number:</td><td></td></tr> <tr><td>4. Coverage Year:</td><td></td></tr> </table>	1. Admin State Name:		2. Admin County Name:		3. Dairy Operation Number:		4. Coverage Year:	
1. Admin State Name:									
2. Admin County Name:									
3. Dairy Operation Number:									
4. Coverage Year:									
<b>PART A – GENERAL INFORMATION</b>									
5. Dairy Operation Name and Address									
6. Does the dairy operation currently produce and commercially market milk?									
YES	<input type="checkbox"/>								
NO	<input type="checkbox"/>								
7. Does the dairy operation elect to lock in its coverage levels through Dec. 31, 2023? <i>Note: Even though coverage levels are locked in, annual filing of the CCC-801 is required</i>									
YES	<input type="checkbox"/>								
NO	<input type="checkbox"/>								
<b>PART B – COVERAGE LEVEL ELECTION (County Office Use Only)</b>									
8. Approved Production History: _____ lbs.									
9. Supplemental Production History: _____ lbs.									
<b>10. Coverage Level Percentage Election</b>									
Check one desired level:									
<input type="checkbox"/> 5%	<input type="checkbox"/> 25%								
<input type="checkbox"/> 10%	<input type="checkbox"/> 30%								
<input type="checkbox"/> 15%	<input type="checkbox"/> 35%								
<input type="checkbox"/> 20%	<input type="checkbox"/> 40%								
<input type="checkbox"/> 45%	<input type="checkbox"/> 60%								
<input type="checkbox"/> 65%	<input type="checkbox"/> 80%								
<input type="checkbox"/> 85%	<input type="checkbox"/> 95%								
<input type="checkbox"/> 90%	<input type="checkbox"/> 95%								
<b>11. Tier I Coverage Level Threshold Election</b>									
Check one desired level:									
<input type="checkbox"/> \$4.00 (CAT)	<input type="checkbox"/> \$5.50								
<input type="checkbox"/> \$4.50	<input type="checkbox"/> \$6.00								
<input type="checkbox"/> \$5.00	<input type="checkbox"/> \$6.50								
<input type="checkbox"/> \$7.00	<input type="checkbox"/> \$8.00								
<input type="checkbox"/> \$8.50	<input type="checkbox"/> \$9.50								
<input type="checkbox"/> \$9.00	<input type="checkbox"/> \$9.50								
<b>12. Tier II Coverage Level Threshold Election</b>									
<i>Can only be different than the Tier I coverage level threshold if the coverage level elected in Item 11 is \$8.50, \$9.00 or \$9.50.</i>									
Check one desired level:									
<input type="checkbox"/> \$4.00 (CAT)	<input type="checkbox"/> \$5.50								
<input type="checkbox"/> \$4.50	<input type="checkbox"/> \$6.00								
<input type="checkbox"/> \$5.00	<input type="checkbox"/> \$6.50								
<input type="checkbox"/> \$7.00	<input type="checkbox"/> \$7.50								
<input type="checkbox"/> \$8.00	<input type="checkbox"/> \$8.00								
<b>PART C – CALCULATED TOTALS AND PAYMENT AMOUNTS (County Office Use Only)</b>									
13. Calculated Amount Due	14. Amount Received and/or Credited								
A. Administrative Fee due: \$ _____	A. Administrative Fee paid or waived: \$ _____								
B. Calculated Premium due no later than September 1 of the applicable coverage year: \$ _____	B. 2014 -2017 Premium Credit: \$ _____								
C. Supplemental Premium due no later than September 1 of applicable coverage year: \$ _____	C. Premium Amount Paid: \$ _____								
D. Total Amount Due: \$ _____	D. Supplemental Premium Paid: \$ _____								
	E. Total Amount Received/Credited: \$ _____								
	F. Total Balance Due: \$ _____								

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Date Stamp

CCC-801, Dairy Margin Coverage (DMC) Supplemental Coverage, and Annual Election (Continued)

B Example CCC-801 (Continued)

CCC-801 (10-12-21)					Page 2 of 3
<b>PART D – CERTIFICATION AND SIGNATURES</b>					
This Contract to participate in the Dairy Margin Coverage (DMC) Program is entered into between the CCC and the undersigned producers in the dairy operation identified below and above in Part A. The undersigned producer or producers may hereafter collectively be referred to as "the Participant." The Participant agrees to comply with the terms and conditions contained in this Contract. By signing this Contract, the Participant agrees to participate in the Dairy Margin Coverage Program for the stipulated contract period from the date the Contract is executed by the CCC. As such, the participant will be legally obligated to pay the annual administrative fee for the duration of the DMC program and all associated premiums for buy-up coverage elected by the participant. The participant also agrees to the coverage threshold and coverage level percentage elected above for the applicable calendar year of coverage or lock in period. By signing below, the Participant (1) agrees to the established production history and established supplemental production history in Part B; (2) agrees to abide by the terms and conditions contained therein; and (3) agrees to comply with the regulations governing the applicable program eligibility. This program or activity will be conducted on a nondiscriminatory basis without regard to race, color, religion, national origin, age, sex, marital status, or disability. The terms and conditions of this Contract are contained in this form CCC-801 and any addendum thereto. Payments under the DMC program may be reduced by a certain percentage due to a sequester order required by Congress and issued pursuant to the Balanced Budget and Emergency Deficit Control Act of 1985. Should a payment reduction be necessary, FSA will reduce the payment by the required amount. The Participant must share in the risk of production, and must contribute capital, land, labor, equipment or management to the operation commensurate with their share of the proceeds. By signing this Contract, the Participant acknowledges that a production history establishment form CCC-781 or a CCC-800 was completed by an authorized representative of the dairy operation above and acknowledges that the production history established and entered above will be used for the duration of the program in accordance with regulations at 7 CFR part 1430, subpart D. Additionally, by signing this Contract, the Participant acknowledges that if a supplemental production history establishment form CCC-800A was completed by an authorized representative of the dairy operation above and acknowledges that the established supplemental production history entered above will be used for the duration of the program in accordance with regulations at 7 CFR part 1430, subpart D. The Participant also authorizes their milk cooperative or handler to release evidence of a beginning or final monthly milk marketing for the dairy operation identified in Item 5 above, directly to the FSA County Office, for purposes of the DMC program. It is the Participant's responsibility to inform FSA immediately if they stop commercially marketing milk.					
15. Producer	16. Share %	17. Commensurate (NO)	18. Participating (NO)	19. Refuse Payment (YES)	20. Point of Contact
		<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
21. Signature of Producer (By)		22. Title/Relationship of the Individual Signing in the Representative Capacity		23. Date (MM-DD-YYYY)	
15. Producer	16. Share %	17. Commensurate (NO)	18. Participating (NO)	19. Refuse Payment (YES)	20. Point of Contact
		<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
21. Signature of Producer (By)		22. Title/Relationship of the Individual Signing in the Representative Capacity		23. Date (MM-DD-YYYY)	
15. Producer	16. Share %	17. Commensurate (NO)	18. Participating (NO)	19. Refuse Payment (YES)	20. Point of Contact
		<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
21. Signature of Producer (By)		22. Title/Relationship of the Individual Signing in the Representative Capacity		23. Date (MM-DD-YYYY)	
<b>PART E – PREMIUM PAYMENT ELECTION</b>					
An individual producer, joint venture with tax identification number, or entity dairy operation listed in Item 15 with a 100% share listed in Item 16 may elect to reduce its DMC payments to pay any outstanding premium balances on its contract. Contracts with multiple producers, including informal joint ventures without a tax identification number, are not eligible for this election.					
24. I elect to reduce my DMC payments to pay any outstanding balance for premiums due on this contract.				<input type="checkbox"/> YES <input type="checkbox"/> NO <input type="checkbox"/> N/A	
<b>PART F – CCC ACCEPTANCE AND APPROVAL</b>					
25A. COC or Designee Signature		25B. Date (MM-DD-YYYY)		25C. COC Determination	
				<input type="checkbox"/> Approved <input type="checkbox"/> Disapproved	
26. Remarks					