

**For:** State and County Offices

**Dairy Margin Coverage (DMC) Manual Process for Production History Modifications,  
Re-Establishments, and Manually Depositing Administrative Fees/Premium Fees into NRRS**

**Approved:** Deputy Administrator, Farm Programs



**1 Overview**

**A Background**

The DMC production history software application is currently unavailable for the 2019 DMC signup. County Offices cannot perform any of the following production history actions:

- transfers
- mergers
- succession-in-interest (SII)
- intergenerational transfers
- re-establishments
- establishment of new production history.

**B Purpose**

This notice provides State and County Offices with:

- policy on transfers, mergers, succession-in-interest, intergenerational transfers, re-establishments, and establishments
- instructions for the manual process to administer each production history modification
- instructions for processing production history modifications on CCC-800 Continuation
- instructions to record manual collections of the administrative and/or premium fees in NRRS that cannot currently be processed through the DMC system

<b>Disposal Date</b>	<b>Distribution</b>
January 1, 2020	State Offices; State Offices relay to County Offices
7-22-19	<b>Page 1</b>

## Notice DMC-7

### 1 Overview (Continued)

#### B Purpose (Continued)

- instructions for new production history establishment
- updated instructions for CCC-801 (Exhibit 1), which were initially issued in Notice DMC-5
- instructions for processing assignment checks.

#### C Contacts

For questions about this notice, State Offices will contact either of the following.

Name	Telephone	E-mail
Doug Kilgore	202-720-9011	<a href="mailto:douglas.e.kilgore@usda.gov">douglas.e.kilgore@usda.gov</a>
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### 2 Transfer

#### A Relocation Transfer Policy

A participating dairy operation with a CCC-approved production history that relocates or otherwise moves the dairy operation to another location must maintain their established production history at the new location. Under DMC, the production history is specific to the dairy operation and moves if the dairy operation moves, including leased operations. County Offices will recognize that if a relocation/transfer is:

- within the same county, a new contract is **not** required
- to a different county, a new CCC-801 is required.

#### B Manually Processing Farm Relocation Transfers

Until the DMC production history system is available to support a relocation transfer, County Offices will accept a manually completed CCC-800 Continuation, Part CCC-800T (Transfer), and complete them according to the following instructions.

Item	Instructions
1	FSA representative enters calendar year.
2	FSA representative enters dairy operation number.
3A	Producer enters the dairy operation name.

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### 2 Transfer (Continued)

#### B Manually Processing Farm Relocation Transfers (Continued)

Item	Instructions
3B	Producer enters the effective date of the transfer. If this is an actual dairy operation relocation, the effective date will be the day the dairy operation started commercially producing milk at the new location. If this is a re-constitution, the effective date will be the COC approval date.
3C	FSA representative checks “Yes” or “No” if the transfer is because of a reconstitution.
3D	FSA representative enters the original farm/tract information.
3E	FSA representative enters the new farm/tract information.
8	FSA representative enters the current established production history for the dairy operation.
	FSA representative prints CCC-800T Continuation.
9	Producer enters the dairy operation name.
10A	Producer signs CCC-800 Continuation.
10B	Producer enters if signing in a representative capacity.
10C	Producer enters the date.
	FSA representative requests COC determinations.
	FSA representative records the transfer in the DMC production history system once available, using the information from CCC-800T Continuation.

**Note:** The data collected from the manual CCC-800T for the transfer will be used when the automated system is available.

#### C Reconstitution Transfers Policy

Reconstitution transfers that are completed because of a farm and/or tract number change **only** do not require a signature from the dairy operation on CCC-800 Continuation, Part CCC-800T (Transfers). However, COC approval of the applicable form is still required.

A new CCC-801 is not required for reconstitution modifications or a transfer within the same administrative county. A transfer to a different administrative county requires a new manual CCC-801.

### 3 Mergers

#### A Merger Policy

Producers of more than 1 dairy operation that separately participate in DMC may merge the production histories of their dairy operations into 1 dairy operation. Once the production histories have been merged, they cannot be unmerged, reallocated, or used by another dairy operation. The merger of the combined production histories will be effective January 1 of the calendar year following the applicable annual coverage election period except for 2019.

## Notice DMC-7

### 3 Mergers (Continued)

#### A Merger Policy (Continued)

The merged production history must be signed by all parties on CCC-800M. If any unpaid DMC premiums are not paid for any of the original dairy operations, the merged dairy operation assumes the outstanding premium fees.

#### B Merger Eligibility

The following provisions must be met before a DMC merger takes place:

- a valid ownership/structure change must have occurred
- each original dairy operation must have a risk in the milk production that will be commercially marketed for the new dairy operation
- shares must be commensurate
- dairy operations must provide detailed information on the structure of the merged dairy operation
- COC will review and approve or disapprove all mergers.

**Exception:** If the dairy operations are already under common ownership with approved production history, previously determined, separate and distinct, and have now merged the 2 operations into 1, a merger may also be approved if all other eligibility criteria are met.

#### C Manually Processing Mergers

Until the DMC production history system has been updated to support a merger, County Offices will accept a manually completed CCC-800 Continuation, Part CCC-800M (Mergers), and complete them according to the following instructions.

Item	Instructions
1	FSA representative enters calendar year.
2	FSA representative enters dairy operation number.
4A	Dairy operation enters the resulting dairy operation name.
4B	Dairy operation enters the effective date of the merger.
4C	(1) Merging dairy operations enter their original dairy operation name.
	(2) Merging dairy operations enter their original dairy operation number.
	(3) Merging dairy operations enter their original dairy operation current established production history.
8	FSA representative enters the combined production history for the dairy operation.

## Notice DMC-7

### 3 Mergers (Continued)

#### C Manually Processing Mergers (Continued)

Item	Instructions
	FSA representative prints CCC-800M Continuation.
9	Producer enters the dairy operation name.
10A	Producer signs CCC-800 Continuation.
10B	Producer enters if signing in a representative capacity.
10C	Producer enters the date.
	FSA representative requests COC determinations.
	FSA representative records the transfer in the DMC production history system once available, using the information from CCC-800M Continuation.

**Note:** The data collected from the manual CCC-800M for the mergers will be used when the automated system is available.

### 4 Succession-In-Interest

#### A SII Policy

SII usually occurs within a family operation and there is no break in milk production during the transfer. SII may only be processed when:

- producers of a participating DMC dairy operation transfer ownership of the dairy operation through sale or other transfer action that includes an established production history
- milk production is continuous or only stops for 14 calendar days or less when the new dairy operation assumes control
- the dairy operation changes the tax ID number and/or entity types
- the dairy operation was restructured or reorganized with at least 1 common member.

#### B Manually Processing SII

Until the DMC production history system has been updated to support SII modifications for new dairy operations that are successors to the production history of a registered dairy operation and are registering for 2019 coverage, County Offices will accept a manually completed CCC-800 Continuation, Part CCC-800S (Succession-In-Interest), and complete them according to the following instructions.

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**4 Succession-In-Interest (Continued)**

**B Manually Processing SII (Continued)**

<b>Item</b>	<b>Instructions</b>
1	FSA representative enters calendar year.
2	FSA representative enters dairy operation number.
5A	Producer checks “Yes” or “No” if there has been a break in producing and commercially marketing milk. If checked “Yes”, this is a dissolution and SII is not applicable.
5B	Producer checks “Yes” or “No” if the dairy operation was restructured or reorganized with a new tax ID and if there are common members of the resulting operation. If checked “No”, this is a dissolution and SII is not applicable.
5C	Producer checks “Yes” or “No” if a family member is assuming control of the operation. If checked “No”, this is a dissolution and SII is not applicable.
5D	Producer enters the original dairy operation name.
5E	Producer enters the original dairy operation number.
5F	Producer enters the succeeding dairy operation name.
5G	Producer enters the effective date of SII.
5H	Producer checks “Yes”, “No”, or “N/A” if the dairy operation requests to transfer any remaining DMC premium credits to SII.
8	FSA representative enters the established production history for the dairy operation.
	FSA representative prints CCC-800S Continuation.
9	Producer enters the dairy operation name.
10A	Producer signs CCC-800 Continuation. Both the predecessor and the successor sign CCC-800S Continuation.
10B	Producer enters if signing in a representative capacity.
10C	Producer enters the date.
	FSA representative requests COC determinations.
	FSA representative records the transfer in the DMC production history system once available, using the information from CCC-800S Continuation.

**Note:** The data collected from the manual CCC-800S for SII will be used when the automated system is available.

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### 5 Intergenerational Transfers

#### A Intergenerational Transfer Policy

A dairy operation may add to their CCC-approved production history for an intergenerational transfer when any of the following lineal descendants join a participating dairy operation:

- son and/or daughter
- grandchild
- adopted child.

Nonlinear relatives such as siblings, cousins, nieces, or nephews who join the operation, will not be eligible for a production history increase.

A new family member joining the dairy operation will certify that:

- the dairy operation will be their principal source of noninvestment earned income
- the member is a lineal descendant of a current member of the participating dairy operation
- there is a significant equity ownership in the dairy operation of at least 10 percent individually, or 25 percent collectively, for multiple members
- the member will contribute labor in the dairy operation at a minimum of 35 hours per week or have a plan for transition to full-time.

Notification of the intergenerational transfer must be made within 60 calendar days of the cow purchases.

**2019 Exception:** Dairy operations have until the end of the 2019 DMC signup period to apply for an intergenerational transfer for cows purchased any time in 2019.

#### B Intergenerational Transfer Production History Increase

The increase to the established production history of the participating dairy operation will be determined based on multiplying both of the following:

- National rolling herd average data for the current year in effect at the time of the intergenerational transfer
- quantity of cows purchased by the joining family member.

The increase to the established production history of the participating dairy operation is limited to the following:

- 1-time increase of production history for the term of the program

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**5 Intergenerational Transfers (Continued)**

**B Intergenerational Transfer Production History Increase (Continued)**

- maximum increased quantity of up to 5 million pounds
- same elected coverage threshold and coverage percentage in effect for the participating dairy operation at the time the production history increase takes effect.

**C Manually Processing Intergenerational Transfers**

Until the DMC production history system has been updated to support an intergenerational transfer, County Offices will accept a manually completed CCC-800 Continuation, Part CCC-800I (Intergenerational Transfers) from the new member and complete them according to the following instructions.

Item	Instructions
1	FSA representative enters calendar year.
2	FSA representative enters dairy operation number.
6A	Producer enters the dairy operation name.
6B	Producer enters the effective date of the transfer.
6C	Producer checks “Yes” or “No” if they are a family member of a DMC participant.
6D	Producer checks “Yes” or “No” if they will contribute a minimum of 35 labor hours per week to the operation of the dairy.
6E	Producer checks “Yes” or “No” if the revenue earned from the dairy operation is the principal source of non-investment income.
6F	Producer enters the current annual milk marketings for the dairy operation.
6G	Producer enters the number of cows purchased that are being added to the dairy operation.
6H	FSA representative enters the National rolling milk average to the applicable year of the intergenerational transfer.
6I	FSA representative calculates the annual production history by multiplying items 6G and 6H and adding 6F to the sum.
8	FSA representative enters the established production history for the dairy operation.
	FSA representative prints CCC-800I Continuation.
9	Producer enters the dairy operation name.
10A	Producer signs CCC-800 Continuation.
10B	Producer enters if signing in a representative capacity.
10C	Producer enters the date.
	FSA representative requests COC determinations.
	FSA representative records the transfer in the DMC production history system once available, using the information from CCC-800I Continuation.

**Note:** The data collected from the manual CCC-800I for the intergenerational transfer will be used when the automated system is available.



## Notice DMC-7

### 6 Re-Establishment

#### A Re-Establishment Policy

Dairy operations that stop commercially marketing milk and dissolve may re-establish their production history if they start commercially producing milk again. For the dairy operation to re-establish the former production history:

- the dairy operation must be previously dissolved on CCC-783 or CCC-802
- the dairy operation must be the same individual or entity that established the original production history
- the dairy will provide their 1<sup>st</sup> month marketing statement to prove they are commercially producing milk or provide verification from their commercial milk buyer of shipping milk.

Once COC approved, the dairy operation will assume the previous established production history.

#### B Manually Processing Re-Establishments

Until the DMC production history system has been updated to support a re-establishment, County Offices will accept a manually completed CCC-800 Continuation, Part CCC-800R (Re-establishment), and complete them according to the following instructions.

Item	Instructions
1	FSA representative enters calendar year.
2	FSA representative enters dairy operation number.
7A	FSA representative enters the farm number.
7B	FSA representative enters the tract number.
7C	FSA representative enters the dairy operation name.
7D	FSA representative enters the effective date of re-establishment according to the verified information.
7E	FSA representative checks “Yes” or “No” if the dairy operation listed in item 7C has a previously established DMC-approved production history.
8	FSA representative enters the established production history for the dairy operation.
	FSA representative prints CCC-800R Continuation.

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### 6 Re-Establishment (Continued)

#### B Manually Processing Re-Establishments (Continued)

Item	Instructions
9	Producer enters the dairy operation name.
10A	Producer signs CCC-800 Continuation.
10B	Producer enters if signing in a representative capacity.
10C	Producer enters the date.
	FSA representative requests COC determinations.
	FSA representative records the transfer in the DMC production history system once available, using the information from CCC-800R Continuation.

**Note:** The data collected from the manual CCC-800R for the re-establishment will be used when the automated system is available.

### 7 New Production History Establishment

#### A Background

Due to the new DMC production history software still in the development phase, County Offices will complete a manual CCC-800 for new dairy operations. New DMC dairy operations establishing a production history will provide the applicable marketing statements depending on when the dairy operation started to commercially market milk. County Offices will complete CCC-800 and establish the production history form according to the dairy operation start date on Part A, Question 8. After review of the established production history on CCC-800 with the dairy operation, the producer must sign and date the form.

Once the production history software is available, County Offices will enter the information into the software.

### 8 NRRS Remittances and Receipts

#### A Background

Because the DMC production history software is still in development, new dairy operations creating production history and dairy operations with production history modifications, a manual process is required to record the administrative fee and/or premium fees in NRRS.

#### B NRRS Login

See 64-FI, paragraph 17 for instructions on accessing NRRS.

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### 8 NRRS Remittances and Receipts (Continued)

#### C Creating Remittance

Create remittances in NRRS according to the following table.

Step	Action
1	On the NRRS Homepage, under the NRRS Menu, CLICK “Create Remittance”.
2	In the “Remittance Amount” field, enter the total dollar amount of the instrument.
3	In the “Remittance Name” field, enter the customer’s name that rendered the check.
4	Select applicable “Remittance Type” from the drop-down list.
5	In the “Check/Item Number” field, enter check or item number.
6	Enter remitter’s Tax ID, select the appropriate Tax ID Type, and CLICK “Search”.
7	Select applicable remitter and CLICK “Submit”.
8	On the Remittance Creation Confirmation Screen, after verifying the information is correct, CLICK “Confirm”.

**Note:** See 64-FI.

#### D Creating MISCINC Receipts

Follow these steps to create an internal NRRS receipt for MISCINC.

Step	Action
1	On the NRRS Homepage, under the NRRS Menu, CLICK “Manage/Search Remittance”.
2	Under “Unscheduled Remittances”, select the applicable remittance ID.
3	On the Remittance Details Screen, CLICK “Create Receipt”.
4	On the Create New Receipt Screen, enter collection dollar amount.
5	From the “Collection Type” drop-down list, select “Direct Sales”.
6	Enter the customer’s Tax ID, select the applicable Tax Type, and CLICK “Search”.
7	Select the applicable customer and CLICK “Submit”.
8	On the Direct Sales Program Information Screen, select “MISCINC” program code.
9	Select the applicable State and county and CLICK “Submit”.
10	On the Confirm Receipt Creation Screen, after verifying the receipt information is correctly recorded, CLICK “Confirm”.
11	On the Receipt Successfully Recorded Screen, CLICK “Print Receipt” and place in the producer’s DMC file.

**Note:** When the receipt is created, remarks must be entered to indicate that the receipt is for a “DMC administrative or premium fee. Contract No. #####”. This provides a tracking method of DMC MISCINC receipts for when the DMC software is available.

## Notice DMC-7

### 9 Assignment Check Processing

#### A County Office Guidance

County Offices will follow this guidance for processing assignment checks:

- access the DMC Collection page
- record the DMC Collection in the normal manner and based on the following:
  - select the customer who completed CCC-36 in the “Remitter Name” field
  - select “Personal Check” in the “Remittance Type” field
  - enter the last eight digits of the check number listed after the first four digits and the space on the Treasury check number field in the “Check Number” field

**Example:** The Treasury check number is configured as “1234 98765432”. The check number that should be recorded is “98765432”. The “1234” is excluded.

- when completing the remittance in NRRS, add a comment that the remittance is a Treasury check issued on the remitter’s behalf.

### 10 CCC-801 Instructions

#### A Background

The instructions for completing CCC-801 have been revised and clarified to further assist County Offices in completing manual applications.

#### B CCC-801 Instruction Changes

CCC-801 item 13B “2014-2017 Premium Credit” is the amount of credit used for the applicable contract year. It may or may not be the total premium credit listed on item 15B of CCC-785 as previously implied.

Item 13 C “Premium Amount Paid” is the amount of the premium paid by check or cash.

County Offices that have already completed manual CCC-801’s must review the contracts and revise with pen and ink changes if the amounts are incorrect and initial and date the change. Refer to the change in the Remarks section according to this notice.

## Notice DMC-7

### 11 Action

#### A State Office Action

State Offices must ensure that County Offices are immediately informed of the contents of this notice.

#### B County Office Action

County Offices will process all production history establishment and modifications according to this notice. Once software is available, County Offices will process all manual actions in DMC software.

**Note:** These cases are not to be submitted to SharePoint at this time.

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

A Example of CCC-801

The following is an example of CCC-801.

This form is available electronically.		(See Page 2 for Privacy Act and Paperwork Reduction Act Statements)	
<b>CCC-801</b> (06-17-19)		U.S. DEPARTMENT OF AGRICULTURE Commodity Credit Corporation	
<b>DAIRY MARGIN COVERAGE (DMC)                  CONTRACT AND ANNUAL COVERAGE ELECTION</b>		<b>For County Office Use Only</b>	
		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? (For 2019, if you commercially produced milk for any calendar months in 2019, indicate "YES")		YES <input type="checkbox"/>	NO <input type="checkbox"/>
7. Does the dairy operation elect to lock in your coverage levels through Dec. 31, 2023? <i>Note: Even though locked in, annual filing of the CCC-801 is required</i>		<input type="checkbox"/>	<input type="checkbox"/>
<b>PART B COVERAGE LEVEL ELECTION</b>			
8. Approved Production History:		lbs.	
<b>9. Coverage Level Percentage Election</b> Check one desired level:			
<input type="checkbox"/> 5%	<input type="checkbox"/> 25%	<input type="checkbox"/> 45%	<input type="checkbox"/> 65%
<input type="checkbox"/> 10%	<input type="checkbox"/> 30%	<input type="checkbox"/> 50%	<input type="checkbox"/> 70%
<input type="checkbox"/> 15%	<input type="checkbox"/> 35%	<input type="checkbox"/> 55%	<input type="checkbox"/> 75%
<input type="checkbox"/> 20%	<input type="checkbox"/> 40%	<input type="checkbox"/> 60%	<input type="checkbox"/> 80%
<input type="checkbox"/> 85%	<input type="checkbox"/> 90%	<input type="checkbox"/> 95%	
<b>10. 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"/> \$7.00	<input type="checkbox"/> \$8.50
<input type="checkbox"/> \$4.50	<input type="checkbox"/> \$6.00	<input type="checkbox"/> \$7.50	<input type="checkbox"/> \$9.00
<input type="checkbox"/> \$5.00	<input type="checkbox"/> \$6.50	<input type="checkbox"/> \$8.00	<input type="checkbox"/> \$9.50
<b>11. 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 10 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"/> \$7.00	
<input type="checkbox"/> \$4.50	<input type="checkbox"/> \$6.00	<input type="checkbox"/> \$7.50	
<input type="checkbox"/> \$5.00	<input type="checkbox"/> \$6.50	<input type="checkbox"/> \$8.00	
<b>PART C CALCULATED TOTALS AND PAYMENT AMOUNTS (County Office Use Only)</b>			
12. Calculated Amount Due		13. Amount Received and/or Credited	
A. Administrative Fee due:	\$	A. Administrative Fee paid or waived:	\$
B. Calculated Premium due no later than Sept. 1 of the applicable coverage year:	\$	B. 2014 -2017 Premium Credit	\$
		C. Premium Amount Paid:	\$
C. Total Amount Due:	\$	D. Total Amount Received/Credited:	\$
		E. Total Balance Due:	\$
<small>In accordance with Federal civil rights law and U.S. Department of Agriculture (USDA) civil rights regulations and policies, the USDA, its Agencies, offices, and employees, and institutions participating in or administering USDA programs are prohibited from discriminating based on race, color, national origin, religion, sex, gender identity (including gender expression), sexual orientation, disability, age, marital status, family/parental status, income derived from a public assistance program, political beliefs, or reprisal or retaliation for prior civil rights activity, in any program or activity conducted or funded by USDA (not all bases apply to all programs). Remedies and complaint filing deadlines vary by program or incident.</small>			
<small>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.</small>			
<small>To file a program discrimination complaint, complete the USDA Program Discrimination Complaint Form, AD-3027, found online at <a href="http://www.ascr.usda.gov/complaint_filing_cust.html">http://www.ascr.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) 632-9992. 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. 20250-9410, (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.</small>			

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

A Example of CCC-801 (Continued)

CCC-801 (06-17-19)					Page 2 of 2
<b>PART D CERTIFICATION AND SIGNATURES</b>					
<p>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 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. Producers on the operation 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, producers acknowledge that a production history establishment form CCC-781 or a CCC-800 was completed by an authorized representative of the dairy operation above and acknowledge 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. The dairy operation 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 dairy operations responsibility to inform FSA immediately if they stop commercially marketing milk.</p>					
14. Producer Name	15. Share %	16. Commensurate (NO)	17. Participating (NO)	18. Refuse Payment (YES)	19. Point of Contact
		<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
20. Signature of Producer (By)		21. Title/Relationship of the Individual Signing in the Representative Capacity			22. Date (MM-DD-YYYY)
14. Producer Name	15. Share %	16. Commensurate (NO)	17. Participating (NO)	18. Refuse Payment (YES)	19. Point of Contact
		<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
20. Signature of Producer (By)		21. Title/Relationship of the Individual Signing in the Representative Capacity			22. Date (MM-DD-YYYY)
14. Producer Name	15. Share %	16. Commensurate (NO)	17. Participating (NO)	18. Refuse Payment (YES)	19. Point of Contact
		<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
20. Signature of Producer (By)		21. Title/Relationship of the Individual Signing in the Representative Capacity			22. Date (MM-DD-YYYY)
<b>PART E CCC ACCEPTANCE AND APPROVAL</b>					
23A. COC or Designee Signature		23B. Date (MM-DD-YYYY)		23C. COC Determination <input type="checkbox"/> Approved <input type="checkbox"/> Disapproved	
24. Remarks					
<p><b>NOTE:</b> 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 Program.</p> <p><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></p>					

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

**B Revised Instructions for Completing CCC-801**

The following table provides revised instructions for completing CCC-801.

Item	Instructions
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.
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 December 31, 2023?
8	FSA representative enters the approved production history for the dairy operation.
9	Dairy operation selects one coverage level percentage election.
10	Dairy operation selects Tier 1 coverage level election threshold election for 5 million pounds of production history or less.
11	Dairy operation selects Tier 2 coverage level election threshold election for more than 5 million pounds or more.  <b>Note:</b> Can only be different if Tier 1 is above \$8.00.
12A	FSA representative enters the \$100 administrative fee due.
12B	FSA representative will enter the calculated premium due no later than September 1 of the applicable calendar year. (For 2019 only, Sep. 20, 2019.)
12C	FSA representative will enter the total amount due.
13A	FSA representative will enter the amount of administrative fee paid or waived.
13B	FSA representative will enter the amount of credit used for the contract premium fee. Item 13B may be part of or all of the net credit amount of item 15B on CCC-785.
13C	FSA representative will enter the amount of premium paid by check or cash.
13D	FSA representative will enter the total amount received/credited.
13E	FSA representative will enter the total balance due.
14	The producer will print name.
15	The producer will enter the percentage share of the dairy operation.
16	The producer will check the “Commensurate (NO)” box if they do not make commensurate contributions of land, labor, management, equipment, or capital.
17	The producer will check the “Participating (NO)” box if they do not want to participate in the DMC program.
18	The producer will check the “Refuse Payment (YES)” box if they do not want to receive DMC payments.
19	The producer will check the “Point of Contact” box if they are the point of contact.
20	The producer signs the document.
21	The producer will enter the title/relationship of the individual signing in the representative capacity



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

**B Revised Instructions for Completing CCC-801 (Continued)**

Item	Instructions
22	The producer will date the document.
23A	COC or COC designee will sign the document.
23B	COC or COC designee will date the document.
23C	COC or COC will determine the CCC-801 approved or disapproved.
24	If disapproved, the COC will make noteworthy comments on the reason for the disapproval.

**CCC-800, Continuation Sheet for Dairy Margin Coverage (DMC) Production History Modification Action**

The following is an example of CCC-800.

This form is available electronically. <span style="float: right;">(See Page 2 for Privacy Act and Paperwork Reduction Act Statements)</span>							
CCC-800 Continuation (07-18-19)	U.S. DEPARTMENT OF AGRICULTURE Commodity Credit Corporation						
<b>CONTINUATION SHEET FOR DAIRY MARGIN COVERAGE (DMC) PRODUCTION HISTORY MODIFICATION ACTION</b>							
<b>For County Office Use Only</b>							
1. Calendar Year	2. Dairy Operation Number						
<b>PART CCC-800T (Transfer)</b>							
3A. Dairy Operation Name	3B. Effective Date of Transfer (MM-DD-YYYY)						
3C. Is the transfer due to only a farm and/or tract reconstitution? (If "YES", dairy operation signatures are not required but COC determination is required.) <span style="float: right;"><input type="checkbox"/> YES <input type="checkbox"/> NO</span>							
3D. Original Farm/Tract Number	3E. New Farm/Tract Number						
(1) Administrative State Name:	(1) Administrative State Name:						
(2) Administrative County Name:	(2) Administrative County Name:						
(3) Farm Number:	(3) Farm Number:						
(4) Tract Number:	(4) Tract Number:						
<b>PART CCC-800M (Mergers)</b>							
4A. Resulting Dairy Operation Name	4B. Effective Date of Merger January 1, 20						
4C. Merged Dairy Operations							
(1) Dairy Operation Name	(2) Dairy Operation Number	(3) Established Production History	(4) Is this a Lock-In Contract?				
			<input type="checkbox"/> YES <input type="checkbox"/> NO				
			<input type="checkbox"/> YES <input type="checkbox"/> NO				
			<input type="checkbox"/> YES <input type="checkbox"/> NO				
4D. Do the dairy operations in Item 4C request to transfer any remaining DMC premium credits to the newly merged dairy operation in Item 4A?			<input type="checkbox"/> YES <input type="checkbox"/> NO <input type="checkbox"/> N/A				
I understand that after the merger is approved the combined production history cannot be unmerged, reallocated, or used by another dairy operation while effective under the resulting dairy operation. Upon FSA approval, FSA will recognize the merger effective January 1 following approval of a completed Form CCC-800M, with signatures from authorized producers from all registered DMC program participants included in this merger.							
<b>PART CCC-800S (Succession-In-Interest)</b>							
5A. Has there been a break of 15 days or more in producing and commercially marketing milk? (If "YES", complete CCC-802 for a dissolution)			<input type="checkbox"/> YES <input type="checkbox"/> NO				
5B. If the dairy operation was restructured or reorganized with a new tax ID number, are there common members of the operation in the resulting operation? (If "NO", complete CCC-802 for a dissolution)			<input type="checkbox"/> YES <input type="checkbox"/> NO				
5C. Is a family member assuming control of the dairy operation? (If it is not a family member, complete CCC-802 for a dissolution)			<input type="checkbox"/> YES <input type="checkbox"/> NO				
5D. Original Dairy Operation Name	5E. Original Dairy Operation Number						
5F. Succeeding Dairy Operation Name	5G. Effective Date of Succession-In-Interest (MM-DD-YYYY)						
5H. Does the original dairy operation request to transfer any remaining DMC premium credits to the successor in interest? <input type="checkbox"/> YES <input type="checkbox"/> NO <input type="checkbox"/> N/A							
I understand that the corresponding production history is eligible for transfer from an approved DMC participant to a successor as of the effective date of the succession-in-interest as indicated in Item 5G. Both the preceding DMC participant and successor are required to sign CCC-800S for the succession-in-interest to be approved by FSA.							
Once the succession-in-interest is approved by FSA, the coverage elected by the original dairy operation will transfer through this succession at the exact same coverage level as previously selected on form CCC-801 by the preceding DMC Participant for the remainder of the coverage year or through December 31, 2023, if the preceding DMC Participant elected to lock in coverage if the successor elects to participate in DMC.							
Predecessor is responsible for the prorated premium until the effective date of the succession in Item 5G, and the successor is responsible for the prorated premium for the remainder of the coverage year if they elect to continue coverage.							
The effective date in Item 5G is an affirmation by the preceding MPP or DMC Participant and the succeeding dairy operation as to the date the production history and coverage levels are transferred to the succeeding dairy operation. The date entered in Item 5G is subject to review and acceptance by FSA. FSA may at any time it deems appropriate require documentation substantiating the transfer request or any of the information entered or contained on this form.							
<b>PART CCC-800I (Intergenerational Transfers)</b>							
6A. Dairy Operation Name	6B. Effective Date of Transfer						
6C. Are you a family member of DMC participant? If "YES", specify your relationship to the DMC participant (i.e., child, grandchild):			<table border="1"> <tr> <th>YES</th> <th>NO</th> </tr> <tr> <td><input type="checkbox"/></td> <td><input type="checkbox"/></td> </tr> </table>	YES	NO	<input type="checkbox"/>	<input type="checkbox"/>
YES	NO						
<input type="checkbox"/>	<input type="checkbox"/>						
6D. Do you contribute a minimum of 35 labor hours per week to the operation of the dairy?			<input type="checkbox"/> YES <input type="checkbox"/> NO				
6E. Is the revenue earned from the dairy operation your principal source of non-investment income?			<input type="checkbox"/> YES <input type="checkbox"/> NO				

CCC-800, Continuation Sheet for Dairy Margin Coverage (DMC) Production History Modification Action (Continued)

<b>CCC-800 Continuation (07-18-19)</b>		Page 2 of 2	
<b>PART CCC-800I (Intergenerational Transfers) (Continuation)</b>			
The annual production history will be based on the additional cows purchased by the joining family member relative to the national rolling herd average data published by USDA.			
6F. Enter the current annual marketings for the dairy operation:		lbs.	
6G. Enter the number of cows purchased that are being added to the dairy operation:			
		<b>For County Office Use Only</b>	
6H. National annual milk production per cow applicable to the year of the intergenerational transfer.		lbs.	
		<b>For County Office Use Only</b>	
6I. Calculate annual production history by multiplying Items 6G and 6H plus 6F and enter amount.		lbs.	
I understand that this intergenerational transfer is limited to one production increase for the term of the dairy operation's contract. I further understand that I must have a share in the profits and losses from the dairy operation that are commensurate with my contributions to the dairy operation and that I must maintain equity ownership in the participating dairy operation of at least 10 percent individually or at least 25 percent collectively if multiple family members are joining the dairy operation. In addition, I must provide adequate proof, to the satisfaction of CCC, of the purchase of the additional cows being added to the dairy operation in a time and manner determined by CCC. All information provided is subject to verification and approval by CCC. If the dairy operation does not provide to the satisfaction of CCC documentation requested to substantiate the intergenerational transfer and determination of additional production history, then the intergenerational transfer will not be approved.			
<b>PART CCC-800R (Re-establishment)</b>			
7A. Farm Number		7B. Tract Number	
7C. Dairy Operation Name			
7D. Effective Date of Re-Establishment (date the dairy operation resumed commercially marketing milk)			
		YES	NO
7E. Check "Yes" if the dairy operation in Item 7C has a previously established DMC approved production history. Note: If checked "No" then the producer in Item 7C is ineligible to re-established production history.		<input type="checkbox"/>	<input type="checkbox"/>
<b>DAIRY OPERATION'S ESTABLISHED PRODUCTION HISTORY AND CERTIFICATION</b>			
8. Established Production History:			
9A. Dairy Operation Name	9B. Signature of Producer (By)	9C. Title/Relationship of the Individual Signing in the Representative	9D. Date (MM-DD-YYYY)
<b>CCC-ACCEPTANCE AND APPROVAL</b>			
10A. Signature of COC or Designee		10B. Status: <input type="checkbox"/> Approved <input type="checkbox"/> Disapproved	10C. Date (MM-DD-YYYY)
11. Remarks			
<p><b>NOTE:</b> 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.</p> <p><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).</p> <p>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></p> <p><small>In accordance with Federal civil rights law and U.S. Department of Agriculture (USDA) civil rights regulations and policies, the USDA, its Agencies, offices, and employees, and institutions participating in or administering USDA programs are prohibited from discriminating based on race, color, national origin, religion, sex, gender identity (including gender expression), sexual orientation, disability, age, marital status, family/parental status, income derived from a public assistance program, political beliefs, or reprisal or retaliation for prior civil rights activity, in any program or activity conducted or funded by USDA (not all bases apply to all programs). Remedies and complaint filing deadlines vary by program or incident.</small></p> <p><small>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.</small></p> <p><small>To file a program discrimination complaint, complete the USDA Program Discrimination Complaint Form, AD-3027, found online at <a href="http://www.ascr.usda.gov/complaint_filing_cust.html">http://www.ascr.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) 632-9962. 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. 20250-9410; (2) fax: (202) 696-7442; or (3) email: <a href="mailto:program.intake@usda.gov">program.intake@usda.gov</a>. USDA is an equal opportunity provider, employer, and lender.</small></p>			