

For: AL, AR, FL, GA, LA, MS, NC, SC, TN and TX State and County Offices

Authorization to Issue 2005 Dairy Disaster Assistance Payments (DDAP-II)

Approved by: Deputy Administrator, Farm Programs



1 Issuing 2005 DDAP-II Payments

A Background

The Emergency Agricultural Disaster Assistance Act of 2006 provides up to \$17 million in assistance for producers who suffered dairy production and spoilage losses in the Gulf Region of the United States as a result of 2005 Hurricanes Katrina, Rita, Ophelia, and Wilma. Signup for the 2005 DDAP-II Program began on November 1, 2006, and ended on December 15, 2006.

Notice LD-580 informed State and County Offices that:

- the deadline to submit completed DDAP-II applications to the National Office for review was COB January 12, 2007
- submitted DDAP-II applications would be reviewed to determine if payments would have to be factored by an alternative payment method
- authorization to issue payments would be provided to each State Office indicating the approved applications and approved payment amounts by county.

It will **not** be necessary to compute payments using the alternative payment method. Therefore, DDAP-II payments will be issued at the payment rates provided in Exhibit 1.

B Purpose

This notice provides authorization to County Offices to process 2005 DDAP-II payments as follows:

- within 60 calendar days upon receipt of memorandum from PSD indicating approved applications and approved payment amounts
- through AS-400 accounting check writing application according to instructions in subparagraph C.

Disposal Date	Distribution
January 1, 2008	Above State Offices; State Offices relay to County Offices

Notice LD-582

1 Issuing 2005 DDAP-II Payments (Continued)

C Entering Payment Information in AS-400

The approved payment amounts provided in the payment table of the memorandum from PSD **must** be dataloaded into the AS400 accounting application for payments to be issued. Users shall enter payment information according to the instructions in the following table.

Step	Menu or Screen	Action	Result
1	Application Selection Menu FAX07001	ENTER "1", "Accounting".	Accounting Main Menu AAA000 will be displayed.
2	Menu AAA000	ENTER "1", "Disbursements/Check Writing".	Accounting – Check Writing Menu ANK000 will be displayed.
3	Menu ANK000	ENTER "1", "On-line Check Writing".	Accounting Enter Check Writing Data Screen ANK31501 will be displayed.
4	Screen ANK31501	Enter the following: <ul style="list-style-type: none"> • "Program Code" "05DAIRYLOSSH" • "Issue Date" (the date payment is made) • "Producer Selection Criteria". 	Accounting Enter Check Writing Data Screen ANK32510 will be displayed.
5	Screen ANK32510	Enter the calculated payment amount provided on the Eligibility and Payment Amounts Screen and PRESS "Enter".	Accounting Enter Payment Data Screen ANK32510 will be displayed.
6	Screen ANK32510	Enter application number in the contract number reference field.	Screen ANK32510 will be redisplayed for 2 nd validation. Verify that the contract number entry matches the application number as shown in the payment table from the PSD memorandum, and PRESS "Enter". Screen ANK35010 will be displayed.
7	Screen ANK35010	No entry required. PRESS "Enter".	Screen ABK10001 will be displayed.
8	Screen ABK10001	Complete payment information.	Complete the payment process according to 1-FI.

Notice LD-582

1 Issuing 2005 DDAP-II Payments (Continued)

D E-Funds Control

The National Office is allotting DDAP-II program funds to the State Office level through the eFC system. State Offices must re-allocate funds from the State Office level to the County Office level as necessary. The eFC fund code for DDAP-II for 2005 is 2719.

Note: Notice FI-2748 provided eFC instructions for National and State Office Program Funds Managers.

DDAP-II Program Payment Rates

Payment rates for eligible losses are based on the average monthly mailbox milk price according to applicable State Marketing Orders, as reported by AMS. Each eligible dairy operation’s payment is calculated by multiplying the applicable maximum payment rate by the dairy operation’s total eligible losses using whole pounds of milk. Maximum payment rates for eligible losses for dairy operations located in specific States are as follows.

Marketing Order	Applicable States	Payment Rate per cwt.	Payment Rate per lb.
Southeast	Alabama	\$16.49	\$0.1649
	Arkansas	\$16.49	\$0.1649
	Florida	\$18.19	\$0.1819
	Georgia	\$16.49	\$0.1649
	Louisiana	\$16.47	\$0.1647
	Mississippi	\$16.49	\$0.1649
Appalachian	North Carolina	\$15.39	\$0.1539
	Tennessee	\$15.38	\$0.1538
Western Texas	Texas	\$14.19	\$0.1419