

**For:** State and County Offices

**2023 Report - Establishing NAP Coverage for Underserved Producers**

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



**1 Overview**

**A Background**

A producer who files a CCC-860 certifying their status as a socially disadvantaged (SDA) farmer or rancher, beginning farmer or rancher (BFR), veteran farmer or rancher (VFR), or limited resource farmer or rancher (LR) is eligible for basic (50/55) NAP coverage. Coverage will be provided on all eligible crops in all counties they have eligible interests and for each program year in which their certification is applicable unless the producer opts out of coverage.

Participants are advised of their responsibility to comply with NAP provisions documented in the terms and conditions (CCC-471 NAP BP) applicable to NAP coverage. Notice NAP-227 informed County Offices how to determine when underserved producers are aware of CCC-471 NAP BP.

**B Purpose**

County Offices must establish a CCC-471 application for coverage in the software, including all eligible crops, for producers that are aware of CCC-471 NAP BP.

The following table is a reminder of when to consider producers with CCC-860 certifications aware of CCC-471 NAP BP.

| <b>If CCC-860 certification was filed</b> | <b>AND the producer either...</b>  | <b>THEN the producer...</b>   |
|---|--|---|
| before Part E was added                   | <ul style="list-style-type: none"> <li>• applied for payment according to Notice NAP-221</li> <li>• has CCC-471 application for payment filed for 2022 or subsequent years (for any coverage level)</li> </ul> | is considered aware of or has acknowledged receipt of CCC-471 NAP BP. |
| after Part E was added                    |  | has acknowledged receipt of CCC-471 NAP BP.                           |

|                      |  |
|----------------------|--|
| <b>Disposal Date</b> | <b>Distribution</b>                                  |
| November 1, 2024     | State Offices; State Offices relay to County Offices |

## Notice NAP-232

### 2 2023 Available Report

#### A Report Explanation

The National Office has created a report to assist County Offices in identifying the producers that may need a CCC-471 application for coverage established in software for crop year 2023.

The report is **not** all inclusive; additional steps are needed to verify a CCC-471 application for coverage should be established in software.

The report includes producers with SDA, BFR, VFR, and LR certifications from the 2023 subsidiary period who also had crop shares greater than zero, and reported a potentially eligible crop, crop type, and intended use in CARS program year 2023.

Only SDA/LR/BFR/VFR certifications recorded on CCC-860 can be considered a NAP application for coverage and allow a County Office to establish a CCC-471 application for coverage in NAP software for eligible crops, after the producer is considered aware or has acknowledged receipt of CCC-471 NAP BP.

**Notes:** Some certifications indicated on the report may have been carried forward from historical forms or for farm loan purposes. These certifications are valid and serve as service fee waivers for NAP in continuous coverage situations, but only CCC-860 certifications will serve as an application for coverage for new crops.

Additional policy will be provided about continuous coverage for underserved producers that have a valid service fee waiver on file that does **not** act as an application for basic coverage.

#### B Report Details

The 2023 report is available on the NAP SharePoint site at <https://usdagcc.sharepoint.com/sites/fsa-dafp-disaster/nap2>.

State Office specialists are responsible for providing the report to County Offices.

**Note:** The spreadsheet is password protected, and the password has been distributed by email to all State Office NAP specialists, as currently identified in the State Office Master Contact List.

**Notice NAP-232**

**2 2023 Available Report (Continued)**

**B Report Details (Continued)**

The report data was pulled on November 14, 2023. Any changes to 2023 CARS, Subsidiary, National Crop Table (NCT), or Business Partner after this date will not be reflected on the report

The following fields are included on the report:

| <b>Column</b> | <b>Column Title</b>             | <b>Description</b>  | <b>Software System</b> |
|---------------|---------------------------------|---|------------------------|
| A             | State Code                      | Admin state code  | CARS                   |
| B             | County Code                     | Admin county code   | CARS                   |
| C             | State Name                      | Admin state name  | System (MRT)           |
| D             | County Name                     | Admin county name   | System (MRT)           |
| E             | CCID                            | Core Customer ID  | CARS                   |
| F             | Name                            | Producer name or entity name                              | BP/SCIMS               |
| G             | Crop code                       | Numerical Crop code                                       | CARS                   |
| H             | Crop type code                  | Numerical Crop type code                                  | CARS                   |
| I             | Crop use                        | Crop intended use (IU)                                    | CARS                   |
| J             | Crop name                       | Name of crop  | CVS                    |
| K             | Crop type name                  | Type of crop  | CVS                    |
| L             | Crop use name                   | Intended use of crop                                      | CVS                    |
| M             | Insurable                       | Per insurability file                                     | NCT                    |
| N             | Certified acres                 | Acres certified   | CARS                   |
| O             | Limited resource original       | First/original date LR certification filed in subsidiary  | Subsidiary             |
| P             | Limited resource                | Last filed LR certification date                          | Subsidiary             |
| Q             | Socially disadvantaged original | First/original date SDA certification filed in subsidiary | Subsidiary             |
| R             | Socially disadvantaged          | Last filed SDA certification date                         | Subsidiary             |
| S             | Beginning farmer original       | First/original date BF certification filed in subsidiary  | Subsidiary             |
| T             | Beginning farmer                | Last filed BF certification date                          | Subsidiary             |
| U             | Veteran 10-year original        | First/original date VF certification filed in subsidiary  | Subsidiary             |
| V             | Veteran 10-year                 | Last filed VF certification date                          | Subsidiary             |
| W             | NAP Opt Out Indicator           | All producers on the report have not opted out            | Subsidiary             |

### 3 Report Review and Verification

#### A Review

County Offices may use the report to identify underserved producers who should potentially have a CCC-471 application for coverage established in NAP software for crop year 2023.

After filtering to the applicable State and county, review columns ‘O’ through ‘V’. If a date in these columns is after 1/11/2023, it could indicate that a CCC-471 application for coverage should be established in NAP software for 2023. This is because the certification date listed on the report is after CCC-860 was updated to include Part E, indicating the producer is considered aware or has acknowledged receipt of the CCC-471 NAP BP.

**Notes:** Not all producers listed on the report should have a CCC-471 application for coverage established for 2023. Some producers listed on the report may already have a CCC-471 application for coverage in the software, indicating action is complete for 2023.

#### B Verification

After review of the report, the County Office must verify the following items before initiating the CCC-471 application for coverage in NAP software:

- the producer listed has SDA, BFR, VFR or LR certification recorded on CCC-860

**Note:** Continuous coverage crops will follow policy in 1-NAP (Rev. 2), subparagraph 301 C, and will not require CCC-860 verification for the producer.

- the crop/type/intended use listed on the report was certified by the producer associated with the line item in 2023 CARS
- the crop is eligible for NAP coverage in the applicable county.
  - The crop/type/intended use must be approved for 2023 in the NCT.
  - If column M “Insurable” is **yes**, that crop/type/intended use may be insurable through multi-peril crop insurance and would be ineligible for NAP coverage in the county.

Ineligible crops should not be included on a CCC-471 application for coverage.

## Notice NAP-232

### 4 Action

#### A State Office Action

State Offices will:

- ensure that County Offices are immediately informed of the contents of this notice.
- access and save the report located on NAP SharePoint site and provide to County Offices.
- contact the National Office with questions about the report or this notice.

#### B County Office Action

- Reference the report to assist in establishing CCC-471 application for coverage in software for producers who are aware of CCC-471 NAP BP based on CCC-860 certifications. Include all eligible crops reported in CARS for crop year 2023.

**Note:** Producers must opt out of coverage on a new CCC-860 Part E - NAP Coverage Option if they do not want basic coverage on all eligible crops.

- After the CCC-471 application for coverage has been established, continuous certification policy according to 1-NAP (Rev. 2), subparagraph 301 C, will apply to all subsequent crop years for which the underserved producer's certification is applicable.

If a CCC-471 application for coverage is established in software for 2023, the CCC-471 should be established for the subsequent year before the application closing date (ACD) for the crop to maintain the continuous coverage status.

Because of the timing of this notice, some 2024 ACD's have already passed. Future policy will be provided regarding continuous covered crops in 2024 and subsequent years.

- An approved yield must be established each year for yield-based crops listed on the CCC-471 application for coverage, according to 1-NAP (Rev. 2), subparagraph 400 D.
- For subsequent crop years, any CCC-471 application for coverage must be updated in software after each acreage report filed to include all eligible crops reported on FSA-578.

## Notice NAP-232

### 3 Action (Continued)

#### B County Office Action (Continued)

- Reference the following reports in 2022 and 2023 crop years to assist in identifying additional producers who are aware of the CCC-471 NAP BP and should also have a CCC-471 application for coverage established in software (according to Notice NAP-227):
  - Summary of Producers with Coverage Report – Application for Coverage software, 3-NAP, paragraph 107
  - Producers with CCC-860 Certifications Report – Application for Coverage software.

#### C CCC-471 NAP BP Links

An electronic copy of CCC-471 NAP BP may be obtained:

- by FSA employees at [USDA Service Center Current Forms Detail](#)
- publicly at:
  - [Noninsured Crop Disaster Assistance Program \(NAP\) webpage](#)
  - [FSA Public Forms](#).