

September 2010

**Daviess County
USDA Service Center**

Daviess County FSA
209 Ash Street
Gallatin, MO. 64640
660-663-3703 (phone)
660-663-3697 (fax)
www.fsa.usda.gov/mo

Hours
Monday - Friday
7:45 a.m. - 4:30 p.m.

County Committee
P J Burnett
Sandra Chrisman
Clyde Bozarth

County Committee
meets the 3rd Thursday of
each month at 8:00 a.m.

CED
Kirby Payne

Program Technicians
Denise Dixon
Glynis Dotson
Beth Strein

Farm Loan
Charles Meissen, FLM
Teresa Akers, FLO



September 30 Deadline for SURE Applications

The deadline to submit USDA Farm Service Agency 2008 Supplemental Revenue Assistance (SURE) program payment applications is close of business on September 30, 2010. Applications not filed by September 30, 2010, will not receive a payment. SURE provides crop disaster assistance payments to eligible producers on farms that have incurred crop production or crop quality losses. The program takes into consideration crop losses on all crops grown by a producer nationwide. SURE provides assistance in an amount equal to 60 percent of the difference between the SURE farm guarantee and total farm revenue. The farm guarantee is based on the amount of crop insurance and Non-insured Crop Disaster Assistance Program (NAP) coverage on the farm. Total farm revenue takes into account the actual value of production on the farm as well as insurance indemnities and certain farm program payments. To be eligible for SURE, producers must have suffered at least a 10 percent production loss on a crop of economic significance. In addition, producers must meet the risk management purchase requirement by either obtaining a policy or plan of insurance, under the Federal Crop Insurance Act or NAP coverage, for all economically significant crops. For 2008 crops, producers had the opportunity to obtain a waiver of the risk management purchase requirement through a buy-in provision. Producers considered socially disadvantaged, a beginning farmer or rancher, or a limited resource farmer may be eligible for SURE without a policy or plan of insurance or NAP coverage.

ELAP Assistance Available

Aid from the Emergency Assistance for Livestock, Honeybees and Farm-Raised Fish Program (ELAP) is available to those producers who suffered losses in 2009 because of disease, adverse weather or other conditions. More than \$13 million in disaster assistance, including more than \$7 million to compensate beekeepers for 2009 losses, will be issued. Under ELAP, producers will be compensated for losses that are not covered under other Supplemental Agricultural Disaster Assistance Payment programs established by the Food, Conservation, and Energy Act of 2008.

GRAZE-Out Payments

Graze-Out payments are payments made to eligi-

ble producers who, although eligible to obtain a CCC loan or LDP, elect to use acreage planted with barley, oats, triticale, or wheat for livestock grazing. In addition, producers agree to forgo any mechanical harvesting of the commodity on this acreage during the applicable crop year. The application period for graze-out begins on the first day of mechanical harvest as determined by the COC and ends on March 31 of the calendar year following the year the crop is normally harvested.

Kids & Farm Safety

Farm safety for kids does not diminish after they have returned to school. Fall harvest and work with livestock get kids out of the house on evenings and weekends. Farm Safety 4 Just Kids recommends the following protection when dealing with grain, ATVs and livestock:

- Always lock access doors to grain storage structures.
- Lock out power to all types of grain-handling equipment.
- Always use the buddy system when you are unloading or loading grain, notifying a second person where you are.
- Never permit children to ride in grain wagons or enter grain storage areas.
- Always know where ALL family members are (especially children) at all times when grain is being loaded, unloaded, moved or otherwise handled.

ATV drivers: No matter what function the ATV performs, remember that it is only as capable as the operator. Chores involving livestock care and handling are often one of the first responsibilities given to children, increasing their exposure to the dangers at an early age. When working around animals encourage your children to:

- Be calm, move slowly, and avoid loud noises.
- Wear steel-toed shoes.
- Avoid the hind legs of the animal.
- Approach large animals at the shoulder.
- Kids should avoid animals with newborns.

- Children should avoid stallions, bulls, rams, and boars.
- Always have an escape route when working with animals in close quarters.
- Wear helmets when riding horses.

Farm Storage Facility Loan Program

The Farm Storage Facility Loan (FSFL) program allows producers of eligible commodities to obtain low-interest financing to build or upgrade farm storage and handling facilities. The maximum principal amount of a loan through the FSFL program is \$500,000. Participants are required to provide a down payment of 15 percent, with CCC providing a loan for the remaining 85 percent of the net cost of the eligible storage facility and permanent drying and handling equipment. Loan terms of 7, 10 or 12 years are available depending on the amount of the loan. Interest rates for each term rate may be different and are based on the rate which CCC borrows from the Treasury Department. Payments are available in the form of a partial disbursement and the remaining final disbursement. The partial disbursement will be available after a portion of the construction has been completed. The final fund disbursement will be made when all construction is completed. The maximum amount of the partial disbursement will be 50 percent of the projected and approved total loan amount. Applications for FSFL must be submitted to the FSA county office that maintains the farm's records. An FSFL must be approved before any site preparation or construction can begin. The following commodities are eligible for farm storage facility loans:

- Corn, grain sorghum, rice, soybeans, oats, peanuts, wheat, barley or minor oilseeds harvested as whole grain
- Corn, grain sorghum, wheat, oats or barley harvested as other-than-whole grain
- Pulse crops - lentils, small chickpeas and dry peas
- Hay
- Renewable biomass
- Fruits (including nuts) and vegetables - cold storage facilities



For more information about FSFL please visit your FSA county office or www.fsa.usda.gov.

NAP Coverage

The Non-Insured Crop Disaster Assistance Program (NAP) was designed to reduce financial losses that occur when natural disasters cause a catastrophic loss of production or prevented planting of an eligible crop by providing coverage equivalent to catastrophic (CAT) insurance. Statute limits NAP to each commercial crop or agricultural commodity, except livestock, for which CAT is not available. The application deadline date for the 2011 NAP coverage for strawberries and fall-seeded small grains is September 30, 2010. Producers who already have coverage on 2010 NAP crops may choose to continue coverage on the same crop or crops for 2011, if the applicable service fee is submitted by the application closing date. A new CCC-471, application for coverage is not required to be signed when applying for continuous coverage of the same crop or

crops. Producers who choose to add a new crop(s) or delete a crop(s) from previous year's coverage or changing crop shares must file a new CCC-471 with signatures and pay the applicable service fee. Producers with NAP coverage must remember to complete the following to qualify for benefits:

Timely file acreage reports and keep track of harvested production using acceptable methods. For example, bale weights or other means of determining quantities of hay are required. File a "Notice of Loss" within 15 days of when a loss is apparent, due to drought, hail, etc. For more information on NAP coverage please contact your nearest Farm Service Agency office.

Continuous CRP

The Continuous Conservation Reserve Program is a private lands environmental improvement program that allows participants the opportunity to enroll environmentally sensitive acreages in conservation practices that will reduce soil erosion, improve water and soil quality and provide wildlife habitat and food sources. The Continuous CRP program is a voluntary enrollment program. Eligible landowners enter into contracts that range from 10 to 15 years in length. In return, the landowners will receive annual rental and maintenance payments, incentive payments for certain activities, and cost share for establishment. To be eligible for enrollment in the Continuous CRP, participants and acreage must meet certain requirements. Provided the eligibility requirements are met, FSA will automatically accept enrollments of acreage into Continuous CRP. Landowners may enroll in the program at any time during the year. For more information on Continuous CRP enrollments, please contact your local FSA office.

Succession in Interest

If you have made any changes that affect your interest in base acres since you signed your last Direct and Counter-cyclical Program contract, you must report these *successions-in-interest* to the county committee by Sept. 30, so that a final determination can be made on who is eligible for the program on the farm. Changes that qualify as a succession-in-interest include:

- A sale of land
- A change of operator or producer, including an increase or decrease in the number of partners
- A foreclosure, bankruptcy or involuntary loss of the farm.
- A change in producer shares to reflect changes in the producer's share of the crop(s) that were originally approved on the contract.

If a succession-in-interest has taken place, you, as the "predecessor," are required to refund any advance DCP payments you received for the affected base acres before a payment can be made to the "successor." Not reporting a succession-in-interest can result in contract termination and a loss of program benefits for all producers involved.

Marketing Assistance Loans

A Marketing Assistance Loan (MAL) is available for producers who share in the risk of producing the crop. To be eligible, a producer must maintain continual beneficial interest in the crop from harvest through the earlier of the date the loan is repaid or CCC takes title to the commodity. Beneficial interest means retaining the ability to make decisions about the commodity; responsibility for loss or damage to the commodity; and title to the commodity. Once beneficial interest in a commodity is lost, the commodity is ineligible for loan — even if the producer regains beneficial interest. Commodity loan eligibility also requires compliance with conservation and wetland protection requirements; beneficial interest requirements, acreage reporting and ensuring that the commodity meets Commodity Credit Corporation minimum grade and quality standards. For commodities to be eligible they must have been produced by an eligible producer, be in existence and in a storable condition and be merchantable for food, feed or other uses as determined by CCC. The quality of the commodity in farm storage must be maintained throughout the term of the loan. Producers do not have to participate in the Direct and Counter-Cyclical and/or ACRE Programs to be eligible for commodity loans. Violating provisions of a marketing assistance loan may trigger administrative actions, such as assessing liquidated damages, calling the loan and denial of future farm-stored loans. The most common violations are removing or disposing of a commodity being used as loan collateral without prior authorization and providing an incorrect quantity certification.

FSA Farm Loans

The Farm Service Agency (FSA) offers loans for farmers and ranchers to purchase farmland and finance agricultural operations. FSA loan programs are designed to help producers who are temporarily unable to obtain private or commercial credit. In many cases, applicants are beginning farmers who have insufficient net worth to qualify for financing through a commercial lender. In other instances, borrowers might have suffered setbacks from natural disasters or might be persons with limited resources. Farm ownership loans or farm operating loans may be obtained as direct loans for a maximum of up to \$300,000. Guaranteed loans can reach a maximum indebtedness of \$1,112,000. Emergency loans are always direct loans for farmers who may have suffered physical or production losses in disaster areas designated by a Presidential or Secretarial disaster declaration. Rural youth loans, loans to beginning farmers and loans for socially disadvantaged applicants are also available through FSA. For detailed information loan eligibility or the different available loan programs, contact the county office staff for an appointment with a farm loan officer.

Rural Youth Loans

The Farm Service Agency makes loans to rural youths to establish and operate income-producing projects in connection with 4-H clubs, FFA and other agricultural groups. Projects must be planned and operated with the help of the organization advisor, produce sufficient income to repay the loan and provide the youth with practical business and educational experience. The maximum loan amount is \$5000.

Youth Loan Eligibility Requirements:

- Be a citizen of the United States (which includes Puerto Rico, the Virgin Islands, Guam, American Samoa, the

Commonwealth of the Northern Mariana Islands) or a legal resident alien

- Be 10 years to 20 years of age
- Comply with FSA's general eligibility requirements
- Reside in a rural area, city or town with a population of 50,000 or fewer people
- Be unable to get a loan from other sources
- Conduct a modest income-producing agricultural project in a supervised program of work as outlined above.
- Demonstrate capability of planning, managing and operating the project under guidance and assistance from a project advisor. The project supervisor must recommend the project and the loan, along with providing adequate supervision.

Stop by the county office for help preparing and processing the application forms. FSA staff can help you with questions you may have about a particular program.

Beginning and Limited Resource Farmers

FSA assists beginning farmers and or members of socially disadvantaged groups to finance agricultural enterprises. Under these designated farm loan programs, FSA can provide financing to eligible applicants through either direct or guaranteed loans. FSA defines a beginning farmer as a person who:

- Has operated a farm for not more than 10 years
- Will materially and substantially participate in the operation of the farm
- Agrees to participate in a loan assessment, borrower training and financial management program sponsored by FSA
- Does not own a farm in excess of 30 percent of the county's median farm size.

Each member of an entity must meet the eligibility requirements. Loan approval is not guaranteed. Additional program information, loan applications, and other materials are available at your local USDA Service Center. You may also visit www.fsa.usda.gov

TAAF Sign-up Ends Sept 23 for Asparagus, Catfish and Shrimp

Sign-up for 2009 asparagus, 2009 catfish, and 2008 shrimp Trade Adjustment Assistance for Farmers (TAAF) Program will end September 23, 2010. The program provides technical assistance and cash benefits to eligible producers of raw agricultural commodities and fishermen who have been hurt by import competition. Catfish and asparagus have been certified nationally and shrimp has been approved for Alabama, Florida, Georgia, Louisiana, Mississippi, North Carolina, South Carolina and Texas. Form 229-1 and other needed documentation must be submitted by the closing date. Late applications will not be approved. Contact your FSA county office for details.



Assistance for Asparagus and Catfish Producers

Asparagus, catfish and shrimp producers and those who shared in the risk of production for those agricultural products in 2009 may now be eligible for assistance under the Trade Adjustment Assistance (TAA) program. The deadline for application is September 23, 2010. As authorized under the 2008 Farm Bill, the TAA Program offers free technical training and compensation for producers of those crops now affected by foreign competition. TAA provides up to \$4,000 for development of an initial business plan and \$8,000 for development of a long-term business adjustment plan. Producers must provide proof of production in 2009 and one year prior and are subject to AGI eligibility limits. Contact your local FSA office or visit www.fsa.usda.gov for more information.

Loans for the Socially Disadvantaged

FSA has a number of loan programs available to assist applicants to begin or continue in agriculture production. Loans are available for operating type loans and/or purchase or improve farms or ranches. While all qualified producers are eligible to apply for these loan programs, the FSA has provided priority funding for members of socially disadvantaged applicants. A socially disadvantaged applicant is one of a group whose members have been subjected to racial, ethnic or gender prejudice because of his or her identity as members of the group without regard to his or her individual qualities. For purposes of this program, socially disadvantaged groups are women, African Americans, American Indians, Alaskan Natives, Hispanics, Asian Americans, and Pacific Islanders. If producers or their spouses believe they would qualify as socially disadvantaged, they should contact their local FSA office for details. FSA loans are only available to applicants who meet all the eligibility requirements and are unable to obtain the needed credit elsewhere.

Dates to Remember	
September 6	Labor Day – FSA offices closed
September 30	NAP Application Closing Date for strawberries & fall-seeded small grains
September 30	Signup ends for 2008 SURE Program
Continuous	Farm Storage Facility Loan Program
Continues	Continuous Conservation Reserve program

Selected Interest Rates for September 2010	
90-Day Treasury Bill	0.125%
Farm Operating Loans — Direct	2.375%
Farm Ownership Loans — Direct	4.375%
Farm Ownership Loans — Direct Down Payment, Beginning Farmer or Rancher	1.50%
Emergency Loans	2.375%
Farm Storage Facility Loans 7-yr. term	2.250%
Farm Storage Facility Loans 10-yr. term	2.875%
Farm Storage Facility Loans 12-yr. term	3.125%
Commodity Loans 1996-Present	1.250%

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