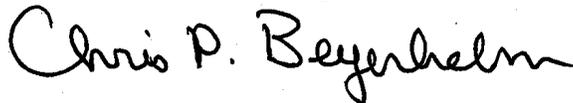


For: State and County Offices

Guidance on EM's

Approved by: Deputy Administrator, Farm Loan Programs



1 Overview

A Background

FLP is anticipating an increased demand for EM funds because of widespread natural disasters.

B Purpose

This notice provides guidance and clarification on establishing losses to pasture, livestock, and salvaged crops for EM's reiterates existing EM policies.

C Contact

If there are questions about this notice:

- County Offices shall contact State Offices
- State Offices shall contact LMD by telephone at 202-690-0756.

2 Supplemental Information/Changes for Assisting Applicants to Obtain EM Funding

A Disaster Effected Changes

Because of the widespread disasters and their effect on livestock producers FSA is implementing the changes in this paragraph.

| Disposal Date | Distribution |
|--------------------------|--|
| March 1, 2013 8-31-12 | State Offices; State Offices relay to County Offices |

Notice FLP-622

2 Supplemental Information/Changes for Assisting Applicants to Obtain EM Funding (Continued)

B Fast Track EM Assistance for Grazing Losses

Applicants in a Fast Track disaster-designated county (Exhibit 1) (primary or contiguous) who have suffered pasture losses, during the normal grazing period, the following process may be used to provide expedited access to EM funds (Exhibit 2).

| Step | Action |
|-------------|--|
| 1 | <p>Determine the eligible loss period as follows:</p> <ul style="list-style-type: none"> • beginning date for the loss is the date the disaster was any of the following, whichever is later: <ul style="list-style-type: none"> • designated • beginning • normal grazing period • ending date is the end date of the normal grazing period. <p>Example: The established grazing period is April 1 through October 15, (6.5 months). The incident period began on May 1. The beginning date for EM calculations is May 1 and the end of the period is October 15, or 5.5 months. This is equivalent to an 84 percent loss of the grazing period and is eligible for EM disaster assistance.</p> <p>Notes: Farm programs (FP) has established grazing period for pasture available in each County Office.</p> <p>Use 2011 data as the end date of the normal grazing period, unless the State requested and was granted a change for 2012.</p> <p>Pasture use must be reduced by 30 percent to be eligible for Fast Track loss calculation.</p> <p>For applicants that have several forage crops, with different grazing periods, the majority of the forage must have a 30 percent reduction of overall grazing time to qualify for Fast Track.</p> |

Notice FLP-622

2 Supplemental Information/Changes for Assisting Applicants to Obtain EM Funding (Continued)

B Fast Track EM Assistance for Grazing Losses (Continued)

| Step | Action |
|-------------|---|
| 2 | <p>Monthly feed cost will be calculated as follows:</p> <ul style="list-style-type: none"> • determine the number of livestock on hand at the beginning date of the disaster incident period <p style="margin-left: 40px;">Notes: Applicants will report type and number of livestock affected on FSA-2309 (Exhibit 3).</p> <p style="margin-left: 40px;">FSA-925-1, Part A will be used to calculate monthly losses. The livestock monthly feed cost is provided by FP. See Exhibit 4.</p> <ul style="list-style-type: none"> • transfer number of livestock from FSA-2309 to FSA-925-1, Part A • perform calculations on FSA-925-1, Part A, to determine monthly feed cost • multiply the result from FSA-925-1, item 11 by the number of months, rounded to the nearest half month, the county was designated using the Fast Track method. |
| 3 | <p>Calculate total EM amount by multiplying the “total livestock monthly feed cost - current year” from FSA-925-1, by the number of months during the normal grazing period the pasture was impacted since the beginning of the incidence period.</p> <p>Note: FSA-2311 (manual or automated) must be included in the applicant’s file.</p> |

A subsequent EM may also be obtained in cases where the actual feed costs exceed the loan as calculated using the Fast Track method.

The method in this subparagraph may also be used to calculate the EM amount if an applicant had to move livestock to a facility to be fed (such as, a feedlot) because of a lack of available grazing, but intends to return the livestock to the farm/ranch when grazing is available. However, if an applicant’s standard business practice is to send livestock to a feedlot, and experiences higher feedlot costs, then the applicant would **not** be eligible for grazing loss assistance.

The methodology of calculating the increased feed cost at the end of the year, as provided in 3-FLP, subparagraph 244 E, is an option if the applicant chooses to calculate their loss using that method.

Notice FLP-622

2 Supplemental Information/Changes for Assisting Applicants to Obtain EM Funding (Continued)

C Drought Designations Approved Before the Fast Track Process

Applicants located in counties who received drought designations before the Fast Track process implementation will be eligible to use the Fast Track Pasture Loss Calculation. Calculation of EM's will begin when drought monitor records indicate the county would have qualified under Fast Track process, had it been available on the date of the disaster designation, whichever is **later**.

D Loss of Growing or Stored Feed Because of Fire

Applicants who lost growing or stored feed because of fire and other drought-related disasters, such as fire, the loss may be eligible for assistance under the drought designation if the loss can be directly attributed to the drought. For example, documentation is provided by the State Forestry Division or other acceptable experts, that a wildfire or the extent of damage caused by a fire was a direct result of the drought conditions.

Loss to stored feed is a physical loss and no reduction of production is required. For growing crops, a 30 percent loss is required for applicants to be eligible for EM assistance.

E Losses Associated With Liquidated Livestock

For applicants who liquidated livestock no more than 60 calendar days before a designated disaster for drought because of feed being unavailable or not cost effective because of a designated disaster, FSA will **not** consider the liquidation a management decision that may prevent the applicant from being eligible for EM assistance. EM's may be available to applicants who suffered losses to both adult livestock and lost income from offspring.

EM funds, as provided in 3-FLP, subparagraph 241 B, for livestock physical loss attributed to the loss of:

- basic security can be used only to replace the property that was lost
- normal income security can be used for essential farm operating and family living expenses.

Note: The value received from the sale of the liquidated livestock **must** be deducted from the replacement cost when calculating the EM amount.

2 Supplemental Information/Changes for Assisting Applicants to Obtain EM Funding (Continued)

F Applicants Who Planted a Crop for Grain and Later Harvested for the Best/Only Use

Applicants who planted a crop for grain and later harvested for the best/only use (typically corn chopped for silage), FSA will **not** consider the harvest at its best/only use as either a substitute crop or management decision that prevents the applicant from being eligible for EM assistance. A salvage value for the crop, if harvested, **must** be determined and deducted from the EM for lost production of the primary crop.

G Losses for Nursery Growers

Nursery growers who can directly attribute their loss to the designated disaster may be eligible for EM.

For example, the applicant suffered a 30 percent loss to nursery plants because of the drought; FSA may make EM for lost production. However, EM's will **not** be available for lost income if the plants are available and simply cannot be sold because of decreased demand because of market reaction to the drought or plants are selling at a reduced price.

H Losses for Contract Livestock

Applicants may be eligible to receive EM assistance if the loss of income can directly be attributed to the designated disaster. For example, lost income from selling underweight livestock, such as excessive heat is causing animals to miss weight targets. In this case the livestock loss would be considered a physical loss and will be calculated accordingly.

I Losses for Milk Production

There is no requirement for a 30 percent reduction in production because losses to livestock products are considered physical losses.

J Reminders of Existing EM Policy

Until LFP is reauthorized, FLP will **not** be able to take assignments on LFP payments. FLP cannot take an assignment on a program that does not exist at the time the loan is closed. However, FLP will make a condition of loan approval that any future assistance provided for the same purpose as EM, such as an LFP payment, **must** be applied to the loan. FP will be advised whenever EM is closed.

If an insurance adjuster has determined a crop to be a total loss and no harvest is warranted, applicants may apply for an EM loss immediately and will **not** be required to wait through harvest time for the particular crop. A copy of the insurer's loss adjustment form **must** be provided to FSA as part of the EM application.

Notice FLP-622

2 Supplemental Information/Changes for Assisting Applicants to Obtain EM Funding (Continued)

J Reminders of Existing EM Policy (Continued)

Applicants are **not** required to have crop insurance at the time of the disaster to receive EM assistance for production losses. However, regular crop insurance requirements for making a loan will apply.

Losses to perennial crops, such as Christmas trees and fruit and nut bearing trees, are eligible for EM assistance. See 3 FLP, Exhibit 21 for examples.

Equine losses for applicants whose majority of farm income is received from breeding, raising, and selling horses are now eligible for EM assistance.

Review 3-FLP, paragraph 245 to determine the maximum terms available for EM assistance.

Balloon installments are prohibited for all EM's.

Review 3 FLP, Paragraph 246 for all EM security requirements.

SED's may waive the requirement for real estate appraisals. Review 3-FLP, paragraph 248 for State supplement requirements.

K Effect of the Fast Track Designation Process on EM's

The new designation process does not alter EM eligibility requirements. The loss **must** be directly attributed to or linked to a designated disaster. The Fast Track definition for drought, according to 1-DIS, has been expanded to include excessive heat, high winds, wildfires, and insects associated with the drought. Therefore, a separate designation for those conditions is not required, but must be documented in the applicant's file. The application for EM assistance must still be received within 8 months of the declaration. It is expected that there will be an increased number of designations primarily because of the drought monitor and there will be counties with multiple declarations with disaster periods running simultaneously.

Note: State Offices should reference the Fast Track process when notifying County Offices of Secretarial disaster designations.

Completed Example of FSA-2311 for a Fast Track Designated County

| This form is available electronically. | | U.S. DEPARTMENT OF AGRICULTURE Farm Service Agency | | Position 3 | | | |
|--|-------------------------------------|---|---|----------------------|-----------------|----------------------|----------------------------------|
| FSA-2311 (12-31-07) | | | | | | | |
| CALCULATION OF ACTUAL LOSSES WORKSHEET | | | | | | | |
| 1. Name of Applicant Jim Farmer | | 2. Disaster No. 53338 | 3. State and County Office Name | | | | |
| A. CALCULATION OF NORMAL AND DISASTER YEAR'S PRODUCTION VALUE <i>(List only those crops that have suffered losses due to the disaster.)</i> | | | | | | | |
| (1) Crops | (2) Total Acres Disaster Year | (3) Unit Price (\$) | (4) Disaster Year | | (5) Normal Year | | (6) Gross Dollar Loss (\$) |
| | | | Yield/Acre | Gross Income (\$) | Yield/Acre | Gross Income (\$) | |
| Fast Track Pasture | | | Monthly Feed Cost - \$7,124 (4 months) lost pasture | | | | 28,496 |
| | | | | | | | |
| | | | | | | | |
| | | | | | | | |
| | | | | | | | |
| (7) TOTAL GROSS DOLLARS LOSS: | | | | | | | 28,496 |
| B. ESTABLISHING ELIGIBILITY - Enter Enterprise Name: _____ | | | | | | | |
| (1) Enterprise's normal year's income | | | | \$ | | | |
| (2) Enterprise's disaster year's gross dollar loss | | | | \$ | | | |
| (3) Enterprise's percentage of loss due to disaster, Item B(2) divided by Item B(1). <i>(If this figure is less than 30 percent, the applicant does not have a qualifying loss. If this is 30 percent or more, complete Items C through H.)</i> | | | | | | % loss | |
| C. INSURANCE AND OTHER COMPENSATION PAID OR TO BE PAID FOR ALL PRODUCTION LOSSES LISTED IN ITEM A: | | | | | | | |
| (1) Crop Insurance <i>(Describe):</i> _____ | | | | \$ | | | |
| (2) FSA Emergency Type Benefits <i>(Describe):</i> _____ | | | | \$ -0- | | | |
| (3) Other Compensation from whatever source <i>(Describe):</i> _____ | | | | \$ | | | |
| (4) Total Compensation for Production Losses <i>(Total of Items C(1) through Item C(3))</i> | | | | \$ | | | |
| D. DETERMINING MAXIMUM AMOUNT OF EMERGENCY LOAN FOR ACTUAL PRODUCTION LOSSES: | | | | | | | |
| (1) Total gross dollars loss <i>(Item A(7))</i> | | | | \$ 28,496 | | | |
| (2) Insurance and Other Compensation <i>(Item C(4))</i> | | | | \$ | | | |
| (3) Maximum Production Loss Loan <i>(Subtract Item D(2) from Item D(1)) (Round to nearest \$10.00)</i> | | | | \$ 28,496 | | | |
| E. INSURANCE AND OTHER COMPENSATION RECEIVED OR TO BE RECEIVED ON ALL PHYSICAL LOSSES SHOWN ON FORM FSA-2309, ITEM 10D: | | | | \$ | | | |
| F. PHYSICAL LOSSES: | | | | | | | |
| (1) Total Physical Loss <i>(From Form FSA-2309, Item 8)</i> | | | | \$ 10,500 | | | |
| (2) Insurance and Other Compensation received or to be received from Item E | | | | \$ | | | |
| (3) Actual Net Physical Loss <i>(Subtract Item F(2) from Item F(1) and round to nearest \$10.00)</i> | | | | \$ 10,500 | | | |
| G. MAXIMUM LOSS LOAN: Add Item D(3) and Item F(3) | | | | \$ 38,996 | | | |
| H. CHECK HERE <input checked="" type="checkbox"/> IF ADDITIONAL SHEET(S) ARE NEEDED FOR REMARKS. SEE FSA-925-1 | | | | | | | |
| I. I hereby certify that based on the information provided by the applicant as submitted on Form FSA-2309, Certification of Disaster Losses, and any attachments thereto, and my knowledge of damage caused by the disaster in the designated area, the above calculations of the applicant's losses are reasonable. | | | | | | | |
| <input checked="" type="checkbox"/> The losses are of sufficient magnitude to qualify this applicant for an Emergency actual loss loan. | | <input type="checkbox"/> The losses are not of sufficient magnitude therefore this applicant is not eligible for an Emergency actual loss loan. | | | | | |
| DATE: _____ | | LOAN APPROVAL OFFICIAL: _____ | | | | | |
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Completed Example of FSA-925-1 for Expedited EM Funds

This form is available electronically.

| | | | |
|---|--|--------------------------|---|
| FSA-925-1 U.S. DEPARTMENT OF AGRICULTURE (04-09-10) Farm Service Agency | | 1. State and County Code | 2. Participant's Name Jim Farmer |
| ESTIMATED LIVESTOCK FORAGE DISASTER PROGRAM PAYMENT CALCULATION WORKSHEET | | 3. Calendar Year 2012 | 4. Qualifying Disaster Condition Causing Grazing Loss (Check appropriate box or boxes) <input checked="" type="checkbox"/> Drought <input type="checkbox"/> Fire |

| PART A - LIVESTOCK INFORMATION – DROUGHT - CURRENT YEAR INVENTORY AND CURRENT YEAR MITIGATED | | | | | |
|--|---|------------------------------|----------------------------|-----------------------------|---|
| 5. Livestock Number | 6. Livestock Kind/Type and Weight Range | 7. Number of Livestock | 8. Participant Share | 9. Payment Rate Per Head | 10. Livestock Monthly Feed Cost (Items 7 X 8 X 9) |
| 1 | Adult Beef Cows | 100 | 100 | \$ 51.81 | \$ 5,181 |
| 2 | Calves 500 lbs+ | 50 | 100 | \$ 38.56 | \$ 1,943 |
| | | | | \$ | \$ |
| | | | | \$ | \$ |
| | | | | \$ | \$ |
| | | | | \$ | \$ |
| | | | | \$ | \$ |
| | | | | \$ | \$ |
| | | | | \$ | \$ |
| | | | | \$ | \$ |
| | | | | \$ | \$ |
| 11. Total Livestock Monthly Feed Cost – Current Year (Total of Item 10) | | | | | \$ 7,124 |

| PART B - LIVESTOCK INFORMATION – DROUGHT – MITIGATED LIVESTOCK FROM PRIOR YEARS | | | | | | |
|--|--|-------------------------------|-----------------------------|---------------------------------|---|--|
| 12. Livestock Number | 13. Livestock Kind/Type and Weight Range | 14. Number of Livestock | 15. Participant Share | 16. Payment Rate Per Head | 17. Partial Compen- sation Factor | 18. Livestock Monthly Feed Cost (Items 14 X 15 X 16 X 17) |
| | | | | \$ | 80% | \$ |
| | | | | \$ | 80% | \$ |
| | | | | \$ | 80% | \$ |
| | | | | \$ | 80% | \$ |
| | | | | \$ | 80% | \$ |
| | | | | \$ | 80% | \$ |
| 19. Total Livestock Monthly Feed Cost – Prior Year Mitigated Livestock (Total of Item 18) | | | | | | \$ |

| PART C – FORAGE INFORMATION - DROUGHT - OWNED OR CASH LEASED LAND | | | | | | |
|---|---------------------|--------------|---|---|-----------------------------------|--|
| 20. Livestock Number | 21. Pasture Type | 22. Acres | 23. Acres Per Animal Unit (AU) | 24. Maximum Animal Units (MAU's) <small>(Items 22 ÷ 23)</small> | 25. Monthly Value of Forage | 26. Carrying Capacity Monthly Feed Cost (Items 24 X 25) |
| | | | | | \$ | \$ |
| | | | | | \$ | \$ |
| | | | | | \$ | \$ |
| | | | | | \$ | \$ |
| | | | | | \$ | \$ |
| | | | | | \$ | \$ |
| | | | | | \$ | \$ |

Completed Example of FSA-925-1 for Expedited EM Funds (Continued)

| | | | | | |
|--|--|--|--|--|-------------|
| FSA-925-1 (04-09-10) | | | | | Page 2 of 3 |
| PART D – FORAGE INFORMATION - DROUGHT – AUM OR ANIMAL UNIT LEASES | | | | | |
| 27. Livestock Number | 28. Pasture Type | 29. Animal Units (AU's) | 30. Monthly Value of Forage | 31. Carrying Capacity Monthly Feed Cost <i>(Items 29 X 30)</i> | |
| | | | \$ | \$ | |
| | | | \$ | \$ | |
| | | | \$ | \$ | |
| | | | \$ | \$ | |
| | | | \$ | \$ | |
| | | | \$ | \$ | |
| PART E – NET PAYMENT CALCULATION FOR DROUGHT BY PASTURE TYPE | | | | | |
| | A. Small Grains | B. Native Pasture | C. Improved Pasture | D. Forage Sorghum | |
| 32. Sum of Livestock Monthly Feed Cost <i>(Items 10 + 18)</i> for the specific livestock grazing the specific pasture type in Items 21 and/or Item 28. | \$ | \$ | \$ | \$ | |
| 33. Sum of Carrying Capacity Monthly Feed Cost <i>(Item 26 + 31)</i> for the specific pasture type being grazed by the specific livestock in Item 6 and/or Item 13. | \$ | \$ | \$ | \$ | |
| 34. Monthly Feed Cost. Enter the smaller of Item 32 or Item 33. | \$ | \$ | \$ | \$ | |
| 35. National Payment Reduction Factor | 60% | 60% | 60% | 60% | |
| 36. Calculated Monthly Payment Rate for the Specific Pasture Type Loss <i>(Item 34 X Item 35)</i> | \$ | \$ | \$ | \$ | |
| 37. If any portion of the county is rated by the U.S. Drought Monitor as having a <i>(Check only one box for each specific grazing land type)</i> : | | | | | |
| <ul style="list-style-type: none"> • D2 drought intensity for eight consecutive weeks during the normal grazing period for the specific type of grazing land, the calculated monthly payment rate will be multiplied by a drought intensity factor of 1. • D3 drought intensity at anytime during the normal grazing period for the specific type of grazing land, the calculated monthly payment rate will be multiplied by a drought intensity factor of 2. • D4 drought intensity at anytime during the normal grazing period or a D3 intensity for any 4 week period during the normal grazing period for the specific type of grazing land, the calculated monthly payment rate will be multiplied by a drought intensity factor of 3. | <input type="checkbox"/> X 1 <input type="checkbox"/> X 2 <input type="checkbox"/> X 3 | <input type="checkbox"/> X 1 <input type="checkbox"/> X 2 <input type="checkbox"/> X 3 | <input type="checkbox"/> X 1 <input type="checkbox"/> X 2 <input type="checkbox"/> X 3 | | |
| 38. Enter calculated payment amount (Item 36 times Item 37) | \$ | \$ | \$ | \$ | |
| 39. Maximum Payment Amount = <i>((Item 11 + Item 19) x 3 x 60 percent)</i> . | \$ | | | | |
| 40. Adjusted Maximum Payment Amount: | | | | | |
| 40a. Small grains = <i>(Item 39)</i> 40b. Native pasture = <i>(Item 39 - Item 41a)</i> 40c. Improved pasture = <i>(Item 39 - Item 41a - Item 41b)</i> 40d. Forage sorghum = <i>(Item 39 - Item 41a - Item 41b - Item 41c)</i> . | \$ | \$ | \$ | \$ | |
| 41. Net Calculated Payment Amount For Specific Pasture Type <i>(Smaller of Item 38 or Item 40)</i> . | \$ | \$ | \$ | \$ | |
| 42. Total Net Calculated Payment Amounts for All Pasture Types (Sum of All Item 41 entries). | | | | | \$ |

Completed Example of FSA-925-1 for Expedited EM Funds (Continued)

| FSA-925-1 (04-09-10) | | | | | | Page 3 of 3 |
|---|---|---|--|-------------------------|--------------------------|---|
| PART F – FIRE – FEDERALLY MANAGED LANDS – MAXIMUM CALCULATED PAYMENT BY FEDERAL LEASE | | | | | | |
| 43. Fire Event Number | 44. Permitted Animal Units (AU's) | 45. Permit Days (NTE 180 Days) | 46. Total Permit Animal Unit Days (AUD's) (Item 44 x 45) | 47. AUD Payment Rate | 48. Payment Factor | 49. Calculated Maximum Payment Amount (Items 46 x 47 x 48) |
| | | | | | 50% | \$ |
| | | | | | 50% | \$ |
| | | | | | 50% | \$ |
| | | | | | 50% | \$ |
| | | | | | 50% | \$ |
| 50. Total Maximum Calculated Payment Amounts From Federal Leases (Total of Item 49) | | | | | | \$ |
| PART G – FIRE – FEDERALLY MANAGED LANDS – CALCULATED VALUE OF REDUCED AUD'S BY FEDERAL LEASE | | | | | | |
| 51. Fire Event Number | 52. Reduced AU's From Permit | 53. Reduced Grazing Days From Permit | 54. Total Reduced Animal Unit Days (AUD's) (Item 52 x 53) | 55. AUD Payment Rate | 56. Payment Factor | 57. Calculated Value of Reduced AUD's (Items 54 x 55 x 56) |
| | | | | | 50% | \$ |
| | | | | | 50% | \$ |
| | | | | | 50% | \$ |
| | | | | | 50% | \$ |
| | | | | | 50% | \$ |
| | | | | | 50% | \$ |
| 58. Total Value of Reduced AUD's From Federal Leases (Total of Item 57) | | | | | | \$ |
| PART H – FIRE – FEDERALLY MANAGED LANDS – TOTAL NET CALCULATED PAYMENT AMOUNT OF REDUCED AUD'S | | | | | | |
| 59. Net Calculated Payment Amount of Reduced AUD's (Smaller of Item 50 or Item 58) | | | | | | \$ |
| PART I – TOTAL NET CALCULATED PAYMENT AMOUNT AFTER REDUCTIONS – DROUGHT AND/OR FIRE | | | | | | |
| 60. Total Net Calculated Payment Amount Before Reduction (Item 42 + Item 59) | | | | | | \$ |
| 61. Reduction | | | | | | \$ |
| 62. Total Net Calculated Payment Amount (Item 60 minus Item 61) | | | | | | \$ |
| PART J – CALCULATED PAYMENT AMOUNT AFTER REDUCTION FOR PREVIOUS PAYMENTS ISSUED | | | | | | |
| 63. Total Prior LFP Payment Amounts. | | | | | | \$ |
| 64. LFP Calculated Payment Amount (Item 62 minus Item 63) | | | | | | \$ |
| 65A. PREPARER SIGNATURE | | | 65B. Title | | 65C. Date (MM-DD-YYYY) | |
| | | | | | | |

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Completed Example of FSA-2309

Form Approved – OMB No. 0560-0237
(See page 3 for Privacy Act and Public Burden Statements.)

This form is available electronically.

| FSA-2309 (01-20-11) | | U.S. DEPARTMENT OF AGRICULTURE Farm Service Agency | | | Position 3 | | | |
|---|--|--|----------------------|---|---|---|----------------------------------|-------------------------|
| CERTIFICATION OF DISASTER LOSSES | | | | | | | | |
| 1. NAME Jim Farmer | | 2. DISASTER NUMBER 53338 | 3. CROP YEAR 2012 | 4. DATE(S) AND NATURE OF DISASTER 6/19/12 - Continuing Drought | | | | |
| 5. CROP PRODUCTION FOR THE DISASTER YEAR AND 3 PRECEDING YEARS: | | | | | | | | |
| A. Crops (List total acres and yields per acre of all crops) | B. Units (tons, bushels, pounds) | DISASTER YEAR | | E. PREVIOUS 3 YEAR ACTUAL PRODUCTION AND SOURCE CODE * | | | FOR FSA USE ONLY | |
| | | C. Acres | D. Yield per Acre | (1) Year: Yield per Acre and Source Code | (2) Year: Yield per Acre and Source Code | (3) Year: Yield per Acre and Source Code | F. APH Insured Yield per Acre | G. Normal Year Yield |
| (1) CASH CROPS: | | | | | | | | |
| | | | | | | | | |
| | | | | | | | | |
| | | | | | | | | |
| | | | | | | | | |
| (2) FEED CROPS: | | | | | | | | |
| | | | | | | | | |
| | | | | | | | | |
| | | | | | | | | |
| | | | | | | | | |
| (3) OTHER (i.e., pasture) | | | | | | | | |
| Fast Track Pasture Loss | | | | | | | | |
| Normal Pasture April 19 - October 19 (6 month) Useable pasture was April 19 - June 19 (2 months) | | | | | | | | |
| Lost Grazing Time - 4 months = 66% | | | | | | | | |
| Animals on Pasture / Cows = 100 | | | | | Calves | 500 lbs. | + | = 50 |

*Source Codes: "1" Owner's Records "2" FSA Program Yield "3" County/State Average

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Completed Example of FSA-2309 (Continued)

| | | |
|---|--|--------------|
| FSA-2309 (01-20-11) | | Page 2 of 3 |
| <p>6. APPLICANT'S IDENTIFICATION OF A SINGLE ENTERPRISE SUFFERING DISASTER LOSSES: <i>The single farming enterprise which is _____ does normally generate sufficient income to be considered essential to the success of my total farming operations.</i></p> | | |
| <p>7. PHYSICAL LOSSES OR DAMAGES TO PROPERTY: <i>Describe below the damages and losses to property other than growing crops. Provide the estimated dollar value of losses suffered and attach actual estimate for repair or replacement of the damaged property. NOTE: Physical losses are limited to property in which the applicant has an ownership interest.</i></p> | | |
| A(1) Dwelling(s): | Estimated dollar value of losses A(2) | \$ |
| B(1) Household furnishings, equipment and personal effects (<i>Specify Type</i>): | Estimated dollar value of losses B(2) | \$ |
| C(1) Farming buildings (<i>Specify Type</i>): | Estimated dollar value of losses C(2) | \$ |
| D(1) Farm machinery and equipment (<i>Specify make, model and year</i>): | Estimated dollar value of losses D(2) | \$ |
| E(1) Supplies, harvested or stored crops and livestock products (<i>Specify Type</i>): | Estimated dollar value of losses E(2) | \$ |
| F(1) Livestock and poultry (<i>Specify type and number</i>): Sold 60 days prior or during designated drought cows/20 calves/15 | Estimated dollar value of losses F(2) | \$ 10,500.00 |
| G(1) Aquatic organisms (<i>Specify type and number</i>): | Estimated dollar value of losses G(2) | \$ |
| H(1) Perennial crops (<i>Specify type and number</i>): | Estimated dollar value of losses H(2) | \$ |
| I(1) Other farm property, e.g., fences, land damage, debris removal (<i>Specify Type</i>): | Estimated dollar value of losses I(2) | \$ |
| 8. TOTAL PHYSICAL LOSSES: | | \$ |
| <p>9. REMARKS: 20 cows sold / \$750 @ / \$15,000 Estimated replacement / \$24,000 or \$1,200 @ = \$9,000 15 calves sold / \$500 @ / \$7,500 Published Price / \$600 @ / \$9,000 = \$1,500</p> | | |

Completed Example of FSA-2309 (Continued)

| | | | | |
|--|------------------------------|---|---------------------------------|---|
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| 10. INSURANCE AND OTHER COMPENSATION: Itemize in detail all insurance claims and settlements, and all other compensation, e.g., FSA disaster program payments and benefits, and FCIC settlements, received or to be received for losses incurred by the disaster. | | | | |
| A. SOURCE | B. CROP OR PROPERTY | C. DOLLAR AMOUNT | | |
| | No insurance on cows | \$ N/A | | |
| | | \$ | | |
| | | \$ | | |
| | | \$ | | |
| | | \$ | | |
| | | \$ | | |
| | | \$ | | |
| D. TOTAL INSURANCE AND OTHER COMPENSATION: | | \$ | | |
| 11. FARM INFORMATION: List the FSA farm number, county where farm is located, name of farm operator as reflected by FSA records, and the percentage of ownership you have in the crops produced on each farm. | | | | |
| A. FSA Farm Number | B. County Farm is Located | C. Name of Farm Operator as Reflected by FSA Records | D. Operator's Share of Crops | E. FOR FSA USE ONLY (For Remarks) |
| | | | % | |
| | | | % | |
| | | | % | |
| | | | % | |
| | | | % | |
| | | | % | |
| | | | % | |
| | | | % | |
| 12. I certify that the information is true, complete, and correct to the best of my knowledge and is provided in good faith. (Warning: Section 1001 of Title 18, United States Code, provides for criminal penalties to those who provide false statements. If any information is found to be false or incomplete, such finding may be grounds for denial of the requested action. | | | | |
| 13A. Signature | | | 13B. Date | |
| <i>Jim Farmer</i> | | | 08/21/2012 | |
| Note: The following statement is made in accordance with the Privacy Act of 1974 (5 U.S.C. 552a - as amended). The authority for requesting the information identified on this form is the Consolidated Farm and Rural Development Act, as amended (7 U.S.C. 1921 et. seq.). The information will be used to determine eligibility and feasibility for loans and loan guarantees, and servicing of loans and loan guarantees. The information collected on this form may be disclosed to other Federal, State, and 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 the applicable Routine Uses identified in the System of Records Notice for USDA/FSA-14, Applicant/Borrower. Providing the requested information is voluntary. However, failure to furnish the requested information may result in a denial for loans and loan guarantees, and servicing of loans and loan guarantees. The provisions of criminal and civil fraud, privacy, and other statutes may be applicable to the information provided. | | | | |
| According to the Paperwork Reduction Act of 1995, an agency may not conduct or sponsor, and a person is not required to respond to, a collection of information unless it displays a valid OMB control number. The valid OMB control number for this information collection is 0560-0237. The time required to complete this information collection is estimated to average 1.5 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. RETURN THIS COMPLETED FORM TO YOUR COUNTY FSA OFFICE. | | | | |

Estimated 2012 LFP Payment Rates

| Kind of Livestock | Type | Weight Range | Preliminary Payment Per Head 2012 |
|-------------------|----------|--------------------------|-----------------------------------|
| Alpacas | All | | \$42.68 |
| Beef | Adult | Cows and Bulls | \$51.81 |
| | Nonadult | 500 pounds or more | \$38.86 |
| Buffalo/Beefalo | Adult | Cows and Bulls | \$51.81 |
| | Nonadult | 500 pounds or more | \$38.86 |
| Dairy | Adult | Cows and Bulls | \$134.71 |
| | Nonadult | 500 pounds or more | \$38.86 |
| Deer | All | | \$12.95 |
| Elk | | Less than 400 pounds | \$11.40 |
| | | 400 pounds to 799 pounds | \$21.24 |
| | | 800 pounds or more | \$27.98 |
| Emus | All | | \$26.52 |
| Equine | All | | \$38.34 |
| Goats | All | | \$12.95 |
| Llamas | All | | \$18.91 |
| Poultry | | Less than 3 pounds | \$0.33 |
| | | 3 pounds to 7.9 pounds | \$0.65 |
| | | 8 pounds or more | \$1.48 |
| Reindeer | All | | \$11.40 |
| Sheep | All | | \$12.95 |
| Swine | | Less than 45 pounds | \$1.55 |
| | | 45 to 124 pounds | \$3.63 |
| | | 125 to 234 pounds | \$6.22 |
| | Sow | 235 pounds or more | \$21.25 |
| | Boar | 235 pounds or more | \$12.43 |