### March 2018





## Farm Service Agency Electronic News Service

# **NEWSLETTER**

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# Ohio FSA State Newsletter

# Ohio Farm Service Agency State Office

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# FSA Reminds Producers of Approaching NAP Deadlines for 2018 Crops

The Farm Service Agency (FSA) reminds producers who are interested in the 2018 Noninsured Crop Disaster Assistance Program (NAP), of the need to apply for coverage by the following crop deadline dates.

• **March 15, 2018** is the deadline for 2018 NAP coverage on forage sorghum, oats, potatoes, Soybeans, Sunflowers and all spring planted specialty crops grown for food.

The 2014 Farm Bill provides greater coverage for losses when natural disasters affect specialty crops. Previously, the program offered coverage at 55 percent of the average market price for crop losses that exceed 50 percent of expected production. Producers can now choose higher levels of coverage, up to 65 percent of their expected production at 100 percent of the average market price. The expanded protection is especially helpful to beginning and socially disadvantaged producers, as well as farmers with limited resources, who will receive fee waivers and premium reductions for expanded coverage.

Eligible producers can apply for 2018 NAP coverage at their local FSA Office using form CCC-471, Application for Coverage. The

Production Adjustment, Compliance and Risk Management Chief: Matt Kleski

service fee for basic NAP coverage is the lesser of \$250 per crop or \$750 per producer per administrative county, not to exceed a total of \$1,875 for a producer with farming interest in multiple counties. Producers interested in buy-up coverage must pay a premium, in addition to the service fee. The maximum premium will be \$6,564.

### **State Committee Members:**

Trish Levering, Chair Ronnie Clifton Daryl Knipp Joe Steiner Producer meeting the definition of a socially disadvantaged farmer, beginning farmer or limited resource farmer will have service fees waived. Producers meeting this definition that choose to purchase buy-up coverage will also have service fees waived and the premium will be capped at \$3,282.

Visit the Ohio FSA website for additional information at: www.fsa.usda.gov/oh

To help producers learn more about the NAP program and how it can help them, USDA, offers an online Web tool at <a href="https://www.fsa.usda.gov/nap">www.fsa.usda.gov/nap</a>. The webtool allows producers to determine whether their crops are eligible for coverage and gives producers an opportunity to explore a variety of options and levels to determine the best protection level for their operation.

Please contact your <u>FSA</u> <u>County Office</u> for questions specific to your operation.

For more information on NAP coverage or obtain coverage, please contact your <u>FSA County office</u>.

Current FSA Farm
Loan Interest Rates

<u>Current Commodity Credit</u> <u>Corporation (CCC) Interest</u> Rates

### **Breaking New Ground**

Agricultural producers are reminded to consult with FSA and NRCS before breaking out new ground for production purposes as doing so without prior authorization may put a producer's federal farm program benefits in jeopardy. This is especially true for land that must meet Highly Erodible Land (HEL) and Wetland Conservation (WC) provisions.

Producers with HEL determined soils are required to apply tillage, crop residue and rotational requirements as specified in their conservation plan.

Producers should notify FSA as a first point of contact prior to conducting land clearing or drainage type projects to ensure the proposed actions meet compliance criteria, such as clearing any trees to create new cropland. These areas may need to be reviewed to ensure such work will not risk your eligibility for benefits.

Landowners and operators complete the form AD-1026 - Highly Erodible Land Conservation (HELC) and Wetland Conservation (WC) Certification to identify the proposed action and allow FSA to determine whether a referral to Natural Resources Conservation Service (NRCS) for further review is necessary.

### **Submit Loan Requests for Financing Early**

The Ohio FSA Farm Loan teams are already working on operating loans for spring 2018 so it is important that potential borrowers submit their requests early so they can be timely processed. The farm loan team can help determine which loan programs are best for applicants.

FSA offers a wide range of low-interest loans that can meet the financial needs of any farm operation for just about any purpose. The traditional **farm operating and farm ownership loans** can help large and small farm operations take advantage of early purchasing discounts for spring inputs as well expenses throughout the year.

**Microloans** are a simplified loan program that will provide up to \$50,000 to eligible applicants. These loans, targeted for smaller operations and non-traditional operations, can be used for operating expenses, starting a new agricultural enterprise, purchasing equipment, and other needs associated with a farming operation. The staff can provide more details on farm operating and microloans and provide loan applications. Loans to beginning farmers and members of underserved groups are a priority.

Other types of loans available include:

**Marketing Assistance Loans** allow producers to use eligible commodities as loan collateral and obtain a 9-month loan while the crop is in storage. These loans provide cash flow to the producer and allow them to market the crop when prices may be more advantageous.

**Farm Storage Facility Loans** can be used to build permanent structures used to store eligible commodities, or for storage and handling trucks, or portable or permanent handling equipment. A variety of structures are eligible under this loan, including bunker silos, grain bins, hay storage structures and refrigerated structures for vegetables and fruit. A producer may borrow up to \$500,000 per loan. Please call your <u>County office</u> if you have questions about any of the loans available through FSA.

### **Proper Management of CRP Grass Cover**

In the past, aesthetic mowing of CRP grass cover was a widely accepted practice by many participants. Today with more research and understanding, it has been shown that properly managed grass cover will reduce soil erosion, improve water quality, and is more beneficial to wildlife than annually mowed grass covers.

Wildlife, especially grassland birds including pheasants and quail, and pollinators, such as bees and butterflies, view properly managed CRP cover as a source of food and habitat suitable to raise their young. Wildlife will not be attracted to CRP cover if plants are not allowed to mature. Game birds and bees are disappearing because of habitat loss.

Properly managed grass cover does not include noxious weeds such as thistle and teasel or woody species like trees and multiflora rose. These noxious weeds must be controlled. This can be done in several ways. Mowing of CRP cover, not to exceed 20% of the total CRP acres in a field, is permitted. This activity must be included in your conservation plan and be conducted outside of Ohio's primary nesting season (March 1st – July 15th). The location of this mowing shall be changed from year to year. Another option to control noxious weeds is by spot mowing affected areas or spot spraying of an approved herbicide. These treatments will have a minimal effect on the CRP practice cover's ability to meet the purposes of erosion control, water quality, and wildlife habitat.

Unauthorized disturbance of CRP cover is considered a violation of the terms and conditions of the CRP contract and conservation plan. Violations could potentially result in hefty penalties including contract termination and refund of all contract related payments.

Properly maintained CRP cover can be very attractive if noxious weeds and invasive species are controlled and grasses and wildflowers are allowed to mature. Please scout your CRP fields before weeds go to seed. Contact your local FSA office for permission to spot treat your CRP grass cover during Ohio's primary nesting season (March 1st – July 15th). Plan to have your CRP cover assessed for the need of mid-contract management activities that are designed to enhance your

CRP cover for wildlife. Mid-contract management is a contractual obligation that is outlined in your CRP-1 Appendix and conservation plan.

Contact your <u>FSA County office</u> for more information on proper maintenance and management of CRP practice cover.

### **Organic Certification Cost Share Program**

The Organic Certification Cost Share Program (OCCSP) provides cost share assistance to producers and handlers of agricultural products who are obtaining or renewing their certification under the National Organic Program (NOP). Certified operations may receive up to 75 percent of their certification costs not to exceed \$750 per certification scope.

Eligible costs include application fees, inspection costs, fees related to equivalency agreement/arrangement requirements, travel/per diem for inspectors, user fees, sales assessments and postage.

Ineligible costs include equipment, materials, supplies, transitional certification fees, late fees and inspections necessary to address National Organic Program regulatory violations.

Producers and handlers may submit OCCSP applications to their FSA County office or they may apply through participating State Agencies, which in Ohio is:

Ohio Department of Agriculture 8995 East Main Street Reynoldsburg, OH 43068

Attn: Lori Panda P: (614) 466-8798 F: (614) 466-7754

Email: Panda@agri.ohio.gov Cost Share Website & Forms

The FSA OCCSP application form is available <u>online</u>. To learn more about organic certification cost share, contact your <u>FSA County office</u>.

### **Dates to Remember**

Mar. 1 ---- Primary Nesting Season begins.

Mar. 15 --- Deadline to obtain 2018 NAP coverage on spring planted crops.

Mar. 31 --- Final Availability for 2017 crop wheat, barley, oats, honey loans and LDPs.

May 28 --- Memorial Day Holiday. FSA Offices Closed.

**May 31 ----** Deadline to apply for 2017 commodity loans and LDP's on feed grains, soybeans, pulse crops.

July 4 ---- Independence Day Holiday. FSA Offices Closed.

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