#### June 2018





## Farm Service Agency Electronic News Service

## NEWSLETTER

### GovDelivery

- Secretary Perdue Names FSA Administrator
- FSA County Committee Elections for 2018
- USDA Resumes Continuous Conservation Reserve Program Enrollment
- USDA Extends Application Deadline for Dairy Margin Protection Program to June 22
- FSA Releases Signup Information for Tree Assistance Program
- <u>USDA Reopens Application Period for Producers Recovering from Cattle Loss, Other Disasters</u>
- 2018 Acreage Reporting Dates
- Maintaining Good Credit History
- Communication is Key in Lending
- Preauthorized Debit Available for Farm Loan Borrowers
- Nondiscrimination Statement

## Georgia State FSA Newsletter

## Georgia State Farm Service Agency

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**State Executive Director:** Tas Smith

**State Committee:** 

L.G. (Bo) Herndon, Jr. Meredith McNair Rogers Donnie Smith

## Secretary Perdue Names FSA Administrator

U.S. Secretary of Agriculture Sonny Perdue announced today the appointment of Richard Fordyce to serve as Administrator of the U.S. Department of Agriculture's (USDA) Farm Service Agency (FSA). In his role, Fordyce will provide leadership for FSA and its mission to support agricultural production across America through a network of over 2,100 county and 50 state offices.

Richard Fordyce, a fourth-generation farmer, most recently served as State Executive Director for FSA in Missouri. Prior to his appointment by the Trump Administration, Fordyce served as the director of the Missouri Department of Agriculture from 2013 to 2017. In 2015, Fordyce was awarded the Missouri Farm Bureau Distinguished Service Award and the Agricultural Leaders of Tomorrow Alumnus of the Year. He and his wife, Renee, have two

children and grow soybeans, corn, and beef cattle on the family

Administrative Officer: farm.

Dianne R. Westmoreland

For more information about the Farm Service Agency, please visit

www.fsa.usda.gov.

Farm Loan Chief: Robert Tyson

**Farm Programs Chief:** 

**Brett Martin** 

Public Affairs/Outreach:

**Neal Leonard** 

To find contact information for your local office go to www.fsa.usda.gov/ga

### **FSA County Committee Elections for 2018**

As the planting, reporting, and harvesting season begins, Georgia State Farm Service Agency (FSA) is initiating the 2018 County Committee Elections. FSA County Committees are a critical component of the day-to-day operations of FSA and allow grassroots input and local administration of federal farm programs. Farmers and ranchers who are elected to serve on FSA County Committees apply their judgment and knowledge to help with the decisions necessary to administer FSA programs in their counties, ensuring the needs of local producers are met. FSA County Committees operate within official federal regulations and provide local input on:

- Income safety-net loans and payments, including setting county average yields for commodities:
- Conservation programs;
- Incentive, indemnity, and disaster payments for some commodities;
- · Emergency programs; and
- Payment eligibility.

Every eligible agricultural producer should participate in FSA County Committee elections – whether you are a beginning or established producer, historically underserved producer, or whether you have a large or small operation – because FSA County Committees are your link with the U.S. Department of Agriculture.

Here are some important Election Dates to consider:

**June 15, 2018** – The nomination period begins for specific LAA's in your local FSA County office. Forms can be requested by your local FSA County Office.

August 1, 2018 – Last day to file nomination forms at your local FSA County Office.

**November 5, 2018** – Ballots mailed to eligible voters.

**December 3, 2018** – Last day to return voted ballots to your local FSA County Office.

**January 1, 2019** – Newly elected County Committee members take office.

If you have any questions or would like to nominate a fellow producer or yourself, please contact your local FSA County Office.

## **USDA Resumes Continuous Conservation Reserve Program Enrollment**

One-Year Extension Available to Holders of Many Expiring Contracts through Continuous Signup

As part of a 33-year effort to protect sensitive lands and improve water quality and wildlife habitat on private lands, the U.S. Department of Agriculture (USDA) will resume accepting applications for the voluntary <u>Conservation Reserve Program</u> (CRP). Eligible farmers, ranchers, and private landowners can sign up at their local <u>Farm Service Agency (FSA)</u> office between June 4 and Aug. 17, 2018.

FSA stopped accepting applications last fall for the CRP continuous signup (excluding applications for the Conservation Reserve Enhancement Program (CREP) and CRP grasslands). This pause allowed USDA to review available acres and avoid exceeding the 24 million-acre CRP cap set by the 2014 Farm Bill. New limited practice availability and short sign-up period help ensure that landowners with the most sensitive acreage will enroll in the program and avoid unintended competition with new and beginning farmers seeking leases. CRP enrollment currently is about 22.7 million acres.

#### 2018 Signup for CRP

For this year's signup, limited priority practices are available for continuous enrollment. They include grassed waterways, filter strips, riparian buffers, wetland restoration, and others. <u>View a full list of practices</u>.

FSA will use updated soil rental rates to make annual rental payments, reflecting current values. It will not offer incentive payments as part of the new signup.

USDA will not open a general signup this year, however, a one-year extension will be offered to existing CRP participants with expiring CRP contracts of 14 years or less. Producers eligible for an extension will receive a letter with more information.

#### **CRP Grasslands**

Additionally, FSA established new <u>ranking criteria</u> for <u>CRP Grasslands</u>. To guarantee all CRP grasslands offers are treated equally, applicants who previously applied will be asked to reapply using the new ranking criteria. Producers with pending applications will receive a letter providing the options.

#### **About CRP**

In return for enrolling land in CRP, USDA, through FSA on behalf of the Commodity Credit Corporation (CCC), provides participants with annual rental payments and cost-share assistance. Landowners enter into contracts that last between 10 and 15 years. CRP pays producers who remove sensitive lands from production and plant certain grasses, shrubs, and trees that improve water quality, prevent soil erosion, and increase wildlife habitat.

The new changes to CRP do not impact the Conservation Reserve Enhancement Program, a related program offered by CCC and state partners.

Producers wanting to apply for the CRP continuous signup or CRP grasslands should contact their USDA service center. To locate your local FSA office, visit <a href="https://www.farmers.gov">https://www.farmers.gov</a>. More information on CRP can be found at <a href="https://www.farmers.gov">www.fsa.usda.gov/crp</a>.

# **USDA Extends Application Deadline for Dairy Margin Protection Program to June 22**

The re-enrollment deadline for the Margin Protection Program (MPP) for Dairy has been extended until June 22, 2018.

The new and improved program protects participating dairy producers when the margin – the difference between the price of milk and feed costs – falls below levels of protection selected by the applicant.

The re-enrollment deadline was previously extended through June 8, 2018. The deadline is being extended a second time to ensure that dairy producers are given every opportunity to make a calculated decision and enroll in the program if they choose.

This will be the last opportunity for producers to take advantage of key adjustments Congress made to provisions of the MPP program under the Bipartisan Budget Act of 2018 to strengthen its support of dairy producers. USDA encourages producers contemplating enrollment to use the online web resource at <a href="www.fsa.usda.gov/mpptool">www.fsa.usda.gov/mpptool</a> to calculate the best levels of coverage for their dairy operation.

The next margin under MPP, for May 2018, will be published on June 28, 2018. Therefore, all coverage elections on form CCC-782 and the \$100 administrative fee, unless exempt, must be submitted to the County FSA Office no later than June 22, 2018. No registers will be utilized, so producers are encouraged to have their enrollment for 2018 completed by COB June 22, 2018.

All dairy operations must make new coverage elections for 2018 during the re-enrollment period, even if the operation was enrolled during the previous 2018 signup. Coverage elections made for 2018 will be retroactive to January 1, 2018. MPP payments will be sequestered at a rate of 6.6 percent.

To learn more about the Margin Protection Program for dairy, contact your local USDA Farm Service Agency County Office at offices.usda.gov or visit us on the Web at www.fsa.usda.gov.

# **FSA Releases Signup Information for Tree Assistance Program**

USDA's Farm Service Agency recently released signup information for the <u>Tree Assistance</u> <u>Program</u>, a nationwide program that provides orchardists and nursery tree growers with cost share assistance to replant eligible trees, bushes, and vines following a natural disaster.

The Bipartisan Budget Act of 2018 prescribed several changes to the program, including the removal of the \$125,000 per person and legal entity payment limitation.

Eligible producers should file for TAP assistance by the later of these two dates:

- 90 days of the disaster or when damages from the disaster are noticed; or
- 60 days after the regulation is published on the Federal Register later this summer.

The following producers can file applications:

- Producers who did not previously apply for TAP for 2017 or 2018 losses; and
- Producers who had applied and received an adverse determination that their 2017 or 2018
   TAP application was filed late.

Additionally, producers with 2017 losses can also file an application or revise an original application because of the changes made through the Act.

For more information on TAP, producers should contact their local USDA service center.

# **USDA** Reopens Application Period for Producers Recovering from Cattle Loss, Other Disasters

Signup Began June 4 for Livestock Indemnity Program and Emergency Assistance for Livestock, HoneyBees, and Farm-raised Fish

The U.S. Department of Agriculture (USDA) will begin accepting disaster assistance program applications on June 4 from agricultural producers who suffered livestock, honeybees, farm-raised fish, and other losses due to natural disasters.

USDA's <u>Farm Service Agency</u> (FSA) is reopening the application period for two disaster assistance programs in response to statutory changes made by Congress earlier this year.

Beginning June 4, FSA will accept new applications for losses for calendar year 2017 or 2018 filed under the <u>Livestock Indemnity Program</u> (LIP) or <u>Emergency Assistance for Livestock, HoneyBees, and Farm-Raised Fish Program</u> (ELAP). Producers who already submitted applications and received decisions on their applications for these years do not need to file again, but they can reapply if they have additional losses or their application was disapproved because it was filed late.

In February, Congress passed the Bipartisan Budget Act of 2018, which made several changes to these two disaster programs, including:

- Removing ELAP's \$20 million fiscal year funding cap, enabling FSA to pay producers' 2017 applications in full and their 2018 applications as soon as they are approved.
- Removing the per-person and legal entity annual program payment limitation of \$125,000 for LIP for 2017 and future years. (The income limitation applies as it did before, meaning producers with an adjusted gross income of more than \$900,000 are not eligible.)
- Changing LIP to allow producers to receive a payment for injured livestock that are sold for a reduced price due to an eligible event. Previously, the program only covered financial loss for livestock death above normal mortality.

Producers interested in LIP or ELAP should contact their <u>local USDA Service Center</u>. To apply, producers will need to provide verifiable and reliable production records and other information about their operation.

Drought, wildfires, and other disasters continue to impact farmers and ranchers, and LIP and ELAP are two of many programs available through USDA to help producers recover. Learn more at <a href="https://www.usda.gov/disaster">https://www.usda.gov/disaster</a>.

### 2018 Acreage Reporting Dates

In order to comply with FSA program eligibility requirements, all producers are encouraged to visit their Local County FSA Office to file an accurate crop certification report by the applicable deadline.

The following acreage reporting dates are applicable for Georgia:

July 15, 2018 All other crops

August 15, 2018 Tomatoes (Planted 7/1-8/15)

September 15, 2018 Sweet Corn (Planted 7/15-8/25)

October 15, 2018 Cabbage (Planted 7/16-9/30)

The following exceptions apply to the above acreage reporting dates:

- If the crop has not been planted by the above acreage reporting date, then the acreage must be reported no later than 15 calendar days after planting is completed.
- If a producer acquires additional acreage after the above acreage reporting date, then the acreage must be reported no later than 30 calendar days after purchase or acquiring the lease. Appropriate documentation must be provided to the County Office.
- If a perennial forage crop is reported with the intended use of "cover only," "green manure," "left standing," or "seed," then the acreage must be reported by July 15.

Noninsured Crop Disaster Assistance Program (NAP) policyholders should note that the acreage reporting date for NAP covered crops is the earlier of the dates listed above or 15 calendar days before grazing or harvesting of the crop begins.

For questions regarding crop certification and crop loss reports, please contact the Local County FSA Office.

### **Maintaining Good Credit History**

Farm Service Agency (FSA) Farm Loan programs require that applicants have a satisfactory credit history. A credit report is requested for all FSA direct farm loan applicants. These reports are reviewed to verify outstanding debts, if bills are paid timely, and to determine the impact on cash flow.

Information found on a customer's credit report is strictly confidential and is used only as an aid in conducting FSA business.

Our farm loan staff will discuss options with you if you have an unfavorable credit report and will provide a copy of your report. If you dispute the accuracy of the information on the credit report, it is up to you to contact the issuing credit report company to resolve any errors or inaccuracies.

There are multiple ways to remedy an unfavorable credit score.

- Make sure to pay bills on time. Setting up automatic payments or automated reminders can be an effective way to remember payment due dates.
- Pay down existing debt.
- Keep your credit card balances low.
- Avoid suddenly opening or closing existing credit accounts. FSA's farm loan staff will guide
  you through the process, which may require you to reapply for a loan after improving or
  correcting your credit report. For more information on FSA farm loan programs, visit
  www.fsa.usda.gov.

### **Communication is Key in Lending**

Farm Service Agency (FSA) is committed to providing our farm loan borrowers the tools necessary to be a success. A part of ensuring this success is providing guidance and counsel from the loan application process through the borrower's graduation to commercial lending institutions. While it is FSA's commitment to advise borrowers as they identify goals and evaluate progress, it is crucial for borrowers to communicate with their farm loan staff when changes occur. It is the borrower's responsibility to alert FSA to any of the following:

- Any proposed or significant changes in the farming operation;
- Any significant changes to family income or expenses;
- The development of problem situations;
- Any losses or proposed significant changes in security.

In addition, if a farm loan borrower cannot make payments to suppliers, other creditors, or FSA on time, contact your farm loan staff immediately to discuss loan servicing options.

For more information on FSA farm loan programs, visit www.fsa.usda.gov.

### **Preauthorized Debit Available for Farm Loan Borrowers**

USDA Farm Service Agency (FSA) has implemented pre-authorized debit (PAD) for Farm Loan Program (FLP) borrowers. PAD is a voluntary and alternative method for making weekly, bi-weekly, monthly, quarterly, semi-annual or annual payments on loans.

PAD payments are pre-authorized transactions that allow the National Financial and Accounting Operations Center (NFAOC) to electronically collect loan payments from a customer's account at a financial institution.

PAD may be useful for borrowers who use nonfarm income from regular wages or salary to make payments on loans or adjustment offers or for payments from seasonal produce stands. PAD can only be established for future payments.

To request PAD, customers, along with their financial institution, must fill out form RD 3550-28. This form has no expiration date, but a separate form RD 3550-28 must be completed for each loan to which payments are to be applied. A fillable form can be accessed on the USDA Rural Development (RD) website at <a href="http://www.rd.usda.gov/publications/regulations-guidelines">http://www.rd.usda.gov/publications/regulations-guidelines</a>. Click forms and search for "Form 3550-28."

If you have a "filter" on the account at your financial institution, you will need to provide the financial institution with the following information: Origination ID: 1220040804, Agency Name: USDA RD DCFO.

PAD is offered by FSA at no cost. Check with your financial institution to discuss any potential cost. Preauthorized debit has no expiration date, but you can cancel at any time by submitting a written request to your local FSA office. If a preauthorized debit agreement receives three payment rejections within a three month period, the preauthorized debt agreement will be cancelled by FSA. The payment amount and due date of your loan is not affected by a cancellation of preauthorized debit. You are responsible to ensure your full payment is made by the due date.

For more information about PAD, contact your local FSA office. To find a local FSA office, visit <a href="http://offices.usda.gov">http://offices.usda.gov</a>.

#### **Nondiscrimination Statement**

The U.S. Department of Agriculture (USDA) prohibits discrimination in all its programs and activities on the basis of race, color, national origin, age, disability, and where applicable, sex, marital status, familial status, parental status, religion, sexual orientation, genetic information, political beliefs, reprisal, or because all or a part of an individual's income is derived from any public assistance program. (Not all prohibited bases apply to all programs.) Persons with disabilities who require alternative means for communication of program information (Braille, large print, audiotape, etc.) should contact USDA's TARGET Center at (202) 720-2600 (voice and TDD). To file a complaint of discrimination write to USDA, Director, Office of Civil Rights, 1400 Independence Avenue, S.W., Washington, D.C. 20250-9410 or call (800) 795-3272(voice) or (202) 720-6382 (TDD). USDA is an equal opportunity provider, employer and lender.

USDA is an equal opportunity provider, employer and lender. To file a complaint of discrimination, write: USDA, Office of the Assistant Secretary for Civil Rights, Office of Adjudication, 1400 Independence Ave., SW, Washington, DC 20250-9410 or call (866) 632-9992 (Toll-free Customer Service), (800) 877-8339 (Local or Federal relay), (866) 377-8642 (Relay voice users).