#### **April 2016**



# **Alabama FSA Newsletter**

# Alabama Farm Service Agency

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#### www.fsa.usda.gov/al

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Please contact your local FSA Office for questions specific to your operation or county.

#### **Farm Foundations for Veterans**

The Farm Service Agency (FSA) in partnership with the National Center of Appropriate Technology (NCAT) will host four, 2.5-day seminars titled, "Farm Foundations for Veterans" in Alabama. The seminars are free and open to active duty military members, veterans and spouses with less than 10 years of experience in agriculture. The program will consist of 1.5 days of in-class information on how to get started in farming, how to qualify for government programs that reward land stewardship and conservation efforts, how to pursue profitable niche markets, business plan development and organic certification. It will also include pest management, livestock production, risk management and estate planning. USDA agencies including FSA, Rural Development (RD) and the Natural Resources Conservation Service (NRCS) will present program information the first day of the course. A full day will be devoted to farm visits for hands-on experience at production farms, including a livestock operation (goats and/or cattle) and a fruit/vegetable farm.

The location and date of these seminars are as follows:

Huntsville, Alabama: May 24 – 26, 2016 Dothan/Enterprise, Alabama: June 7 – 9, 2016 Tuscaloosa, Alabama: To Be Determined

Active duty military members, veterans and their spouses who are interested in registering for a seminar or who need additional information can contact Cassondra Searight, Public Affairs Specialist at <a href="mailto:cassondra.searight@al.usda.gov">cassondra.searight@al.usda.gov</a> or by telephone at 334-279-3502.

Persons with disabilities who require accommodations to attend or participate in these events should contact Cassondra Searight at 334-279-3502 or Federal Relay Service at 1-800-877-8339.

## **USDA Regional Climate Change Hubs**

Agriculture Secretary Tom Vilsack established the first ever USDA Regional Climate Change Hubs in February 2014 at seven locations around the country to provide more information to farmers, ranchers and forest landowners on the increasing risks of fires, pests, floods, and droughts associated with a changing climate. For general information on Climate Hubs, visit

http://www.climatehubs.oce.usda.gov/sites/default/files/USDA%20Regional%20Hubs%20for%20Risk%20Adapt ation%20and%20Mitigation%20to%20Climate%20Change%202015.pdf

For information on the Climate Hub in your Region, visit <a href="http://climatehubs.oce.usda.gov">http://climatehubs.oce.usda.gov</a> and Click on the region to learn more.

## **Attention Apple Users**

If you are an Apple user who receives online communications through GovDelivery from your state or local FSA office using the mail app on your iPhone or iPad, you may have noticed a problem with hyperlinks in the table of contents. The GovDelivery vendor is working to resolve the issue. In the meantime, you can use the macro to view the newsletter or bulletin as a web page and will be able to use the hyperlinked table of contents. To open the macro, look for the statement below in the bulletin or newsletter and click "View it as a Web page."

Having trouble viewing this email? View it as a Web page.

There are no reported problems from android mobile device users at this time.

## **Final Planting Dates**

All producers are encouraged to contact their local FSA office for more information on the final planting date for specific crops. The final planting dates vary by crop, planting period and county so please contact your local FSA office for a list of county-specific planting deadlines. The timely planting of a crop, by the final planting date, may prevent loss of program benefits.

# **USDA Expands Safety-Net for Dairy Operations Adding Next-Generation Family Members**

Dairy farms participating in the Margin Protection Program (MPP) can now update their production history when an eligible family member joins the operation. The voluntary program, established by the 2014 Farm Bill, 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 U.S. Department of Agriculture's (USDA) Farm Service Agency (FSA) published a final rule which makes these changes effective on April 13, 2016. Any dairy operation already enrolled in the Margin Protection Program that had an intergenerational transfer occur will have an opportunity to increase the dairy operations production history during the 2017 registration and annual coverage election period. The next election period begins on July 1, 2016, and ends on Sept. 30, 2016. For intergenerational transfers occurring on or after July 1, 2016, notification must be made to the FSA within 60 days of purchasing the additional cows. Each participating dairy operation is authorized one intergenerational transfer at any time of its choosing until 2018.

For \$100 a year, dairy producers can receive basic catastrophic protection that covers 90 percent of milk production at a \$4 margin coverage level. For additional premiums, operations can protect 25 to 90 percent of production history with margin coverage levels from \$4.50 to \$8, in 50 cent increments. Annual enrollment in the program is required in order to receive margin protection. The final rule also provides improved risk protection for dairy farmers that pay premiums to buy-up higher levels of coverage by clarifying that 90 percent of production is covered below the \$4 level even if a lower percentage was selected above the \$4 margin.

Earlier this year, FSA gave producers the opportunity to pay their premium through additional options including via their milk cooperative or handler. This rule facilitates those options and also clarifies that the catastrophic level protection at \$4 will always cover 90 percent of the production history, even if a producer selected a less than a 90 percent percentage for the buy-up coverage.

Assuming current participation, had the Margin Protection Program existed from 2009 to 2014, premiums and fees would have totaled \$500 million while providing producers with \$2.5 billion in financial assistance, nearly \$1 billion more than provided by the old Milk Income Loss Contract program during the same period.

For more information, visit FSA online at <a href="www.fsa.usda.gov/dairy">www.fsa.usda.gov/dairy</a> or stop by a local FSA office and ask about the Margin Protection Program. To find a local FSA office in your area, visit <a href="http://offices.usda.gov">http://offices.usda.gov</a>.

## **Enrollment Period for 2016 USDA Safety Net Coverage Ends Aug. 1**

Producers who chose coverage from the safety net programs established by the 2014 Farm Bill, known as the Agriculture Risk Coverage (ARC) or the Price Loss Coverage (PLC) programs, can visit FSA county offices through Aug. 1, 2016, to sign contracts to enroll in coverage for 2016.

Although the choice between ARC and PLC is completed and remains in effect through 2018, producers must still enroll their farm by signing a contract each year to receive coverage.

Producers are encouraged to contact their local FSA office to schedule an appointment to enroll. If a farm is not enrolled during the 2016 enrollment period, producers on that farm will not be eligible for financial assistance from the ARC or PLC programs should crop prices or farm revenues fall below the historical price or revenue benchmarks established by the program.

The two programs were authorized by the 2014 Farm Bill and offer a safety net to agricultural producers when there is a substantial drop in prices or revenues for covered commodities. Covered commodities include barley, canola, large and small chickpeas, corn, crambe, flaxseed, grain sorghum, lentils, mustard seed, oats, peanuts, dry peas, rapeseed, long grain rice, medium grain rice (which includes short grain and sweet rice), safflower seed, sesame, soybeans, sunflower seed and wheat. Upland cotton is no longer a covered commodity. For more details regarding these programs, go to www.fsa.usda.gov/arc-plc.

For more information, producers are encouraged to visit their local FSA office. To find a local FSA office, visit <a href="http://offices.usda.gov">http://offices.usda.gov</a>.

# **Report Livestock Losses**

The Livestock Indemnity Program (LIP) provides assistance to eligible producers for livestock death losses in excess of normal mortality due to adverse weather and attacks by animals reintroduced into the wild by the federal government or protected by federal law. LIP compensates livestock owners and contract growers for

livestock death losses in excess of normal mortality due to adverse weather, including losses due to hurricanes, floods, blizzards, wildfires, extreme heat or extreme cold.

For 2016, eligible losses must occur on or after Jan. 1, 2016, and before December 31, 2016. A notice of loss must be filed with FSA within 30 days of when the loss of livestock is apparent. Participants must provide the following supporting documentation to their local FSA office no later than 30 calendar days after the end of the calendar year for which benefits are requested:

- Proof of death documentation
- Copy of growers contracts
- Proof of normal mortality documentation

USDA has established normal mortality rates for each type and weight range of eligible livestock, i.e. Adult Beef Cow = 1.5% and Non-Adult Beef Cattle (less than 400 pounds) = 3%. These established percentages reflect losses that are considered expected or typical under "normal" conditions. Producers who suffer livestock losses in 2016 must file both of the following:

- A notice of loss the earlier of 30 calendar days of when the loss was apparent or by January 30, 2017
- An application for payment by January 30, 2017.

Additional Information about LIP is available at your local FSA office or online at: www.fsa.usda.gov.

### **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, then these areas will 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.

# **USDA to Provide Agricultural Credit Training, Expand Opportunities** for Farmer Veterans and Beginning Farmers

USDA is partnering with the Farmer Veteran Coalition (FVC) to conduct agricultural credit training sessions in the Midwest for military veterans and beginning farmers and ranchers. States under consideration to host the workshops include Iowa, Illinois, Indiana, Michigan, Minnesota, Missouri, and Nebraska.

These workshops will provide individuals interested in farming as a career, including military veterans, with

methods to improve business planning and financial skills, and improve understanding of the risk management tools that can help small farm operations.

Other partners include Niman Ranch a community network of more than 700 independent family farmers and ranchers, and the Farm Credit Council and the Farm Credit System, which provides loans, leases and financial services to farmers, ranchers and rural businesses across the United States. The workshops will also include assistance with credit applications and introductions to local or regional food markets.

To learn more about veterans in agriculture, visit <a href="www.usda.gov/veterans">www.usda.gov/veterans</a>. Visit <a href="www.fsa.usda.gov/farmloans">www.fsa.usda.gov/farmloans</a> or your local Farm Service Agency (FSA) office to learn more about FSA's farm loan programs. To find your local FSA office, visit <a href="http://offices.usda.gov">http://offices.usda.gov</a>. More information also is available from the Farmer Veteran Coalition at <a href="http://offices.usda.gov">www.farmvetco.org</a>.

# **USDA Expands Microloans to Help Farmers Purchase Farmland and Improve Property**

Producers, Including Beginning and Underserved Farmers, Have a New Option to Gain Access to Land

The U.S. Department of Agriculture (USDA) is offering farm ownership microloans, creating a new financing avenue for farmers to buy and improve property. These microloans are especially helpful to beginning or underserved farmers, U.S. veterans looking for a career in farming, and those who have small and mid-sized farming operations.

The microloan program, which celebrates its third anniversary this week, has been hugely successful, providing more than 16,800 low-interest loans, totaling over \$373 million to producers across the country. Microloans have helped farmers and ranchers with operating costs, such as feed, fertilizer, tools, fencing, equipment, and living expenses since 2013. Seventy percent of loans have gone to new farmers.

Now, microloans will be available to also help with farm land and building purchases, and soil and water conservation improvements. FSA designed the expanded program to simplify the application process, expand eligibility requirements and expedite smaller real estate loans to help farmers strengthen their operations. Microloans provide up to \$50,000 to qualified producers, and can be issued to the applicant directly from the USDA Farm Service Agency (FSA).

This microloan announcement is another USDA resource for America's farmers and ranchers to utilize, especially as <u>new and beginning farmers and ranchers</u> look for the assistance they need to get started. To learn more about the FSA microloan program visit <a href="www.fsa.usda.gov/microloans">www.fsa.usda.gov/microloans</a>, or contact your local FSA office. To find your nearest office location, please visit <a href="http://offices.usda.gov">http://offices.usda.gov</a>.

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