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NEWSLETTER

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Alabama FSA Newsletter

Alabama Farm Service Agency

4121 Carmichael Rd., Suite 600 Montgomery, AL 36106

Phone: 334-279-3500 Fax: 855-747-0599

www.fsa.usda.gov/al

State Executive Director: David McCurdy

State Committee:

Monica Carroll, Chairperson Andy Lavender, Member Rodney Moon, Member Steve Penry, Member Doug Trantham, Member

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

Message from the SED

Farmers and ranchers feed our state, our nation, and in fact, our world. You work long hours to provide essential resources for us all, and in these challenging times, I want you to know that USDA is here to support you and your operation through our Coronavirus Food Assistance Program, or CFAP. Whether you farm one acre or many more, grow food for local markets or big supply chains, CFAP can help. The deadline to apply for the program has been extended to September 11.

In Alabama, we have already approved 11,669 applications and disbursed \$67,126,376.43 as of August 10, 2020. I know many of you have applied for CFAP already, but the numbers indicate that some who are eligible have not. If you're still unsure about CFAP and your operation, I encourage you to take five minutes today to visit <u>farmers.gov/cfap</u> or call 877-508-8364 to learn about eligibility and options to apply. Whether you've worked with FSA for years or this will be a first, we're here to help you every step of the way.

CFAP provides direct relief to producers who faced price declines and additional marketing costs due to COVID-19. A range of commodities are eligible for CFAP. You can access the full list of eligible non-specialty, specialty, livetock, dairy, and wool commodities by visiting farmers.gov/cfap.

We know you're busy, so we've outlined options to apply at the top of <u>farmers.gov/cfap</u>. We offer a CFAP Application Portal where those of you with eAuthentication accounts can submit your application online. Don't have an eAuthentication account? You can enroll at <u>farmers.gov/sign-in</u>. We also offer a manual application option, and a

CFAP Application Generator and Payment Calculator that allows you to input information specific to your operation to determine estimated payments and populate the application form.

You can apply now for the commodities that are currently eligible, and if any other commodities you produce are added to the program, we will happily amend your application.

If you have questions, please let us know. You can call our CFAP Call Center for one-on-one support with the CFAP application process. Call 877-508-8364 to speak directly with a USDA employee ready to offer personalized assistance. And, as always, the <u>FSA office at your local</u> <u>USDA Service Center</u> is also there to help you prepare your application.

Farmers and ranchers continue to be the backbone of our nation. I know Alabama's agricultural producers are facing unprecedented challenges with the coronavirus pandemic, and I want to make sure we at USDA are doing all we can to provide critical support. We thank our farmers and ranchers, and we encourage you to apply for CFAP today.

David McCurdy Alabama State Executive Director

USDA Offers Annual Installment Deferral Option for Farm Storage Facility Loan Borrowers

To assist Farm Storage Facility Loan (FSFL) borrowers experiencing financial hardship from the pandemic and other challenges in production agriculture, USDA's Farm Service Agency (FSA) is offering a one-time annual installment payment deferral option. No fees or prepayment penalties apply for borrowers who choose this FSFL loan flexibility option.

Eligible borrowers can request a one-time only annual installment payment deferral for loans having terms of three, five, seven or ten years. The installment deferral option is not available for 12-year term loans.

The FSFL installment payments will remain the same, except for the last year. The original loan interest rate and annual payment due date will remain the same. However, because the installment payment deferral is a one-year loan term extension, the final payment will be higher due to additional accrued interest.

Borrowers interested in exercising the one-time annual installment deferral option should contact FSA to make the request and to obtain, complete and sign required forms.

FSFLs provide low-interest financing for producers to store, handle and transport eligible commodities.

More Information

In addition to offering flexibilities for FSFLs, FSA has also made other flexibilities to help producers impacted by the pandemic, including relaxing the loan-making process for farm operating and ownership loans and implementing the Disaster Set-Aside provision that enables an upcoming

installment on a direct loan to be set aside for the year. More information on these flexibilities can be found at <u>farmers.gov/coronavirus</u>.

All USDA Service Centers are open for business, including some that are open to visitors to conduct business in person by appointment only. All Service Center visitors wishing to conduct business with the FSA, Natural Resources Conservation Service or any other Service Center agency should call ahead and schedule an appointment. Service Centers that are open for appointments will pre-screen visitors based on health concerns or recent travel, and visitors must adhere to social distancing guidelines. Visitors may also be required to wear a face covering during their appointment. Field work will continue with appropriate social distancing. Our program delivery staff will be in the office, and they will be working with our producers in office, by phone and using online tools. More information can be found at farmers.gov/coronavirus.

For more information, contact your local USDA Service Center. To locate your local FSA office, visit <u>farmers.gov/service-center-locator</u>.

New USDA Survey to Measure Areas for Improvement

The U.S. Department of Agriculture (USDA) announced a new annual survey of farmers, ranchers and private forestland owners. The survey will help USDA understand what it is doing well and where improvements are needed, specifically at the Farm Service Agency (FSA), Natural Resources Conservation Service (NRCS) and Risk Management Agency (RMA).

A selection of 28,000 producers will receive the survey over the next few weeks, but all farmers are encouraged to take the survey at farmers.gov/survey.

This survey is part of the President's Management Agenda. It requires High Impact Service Provider agencies across the federal government, including FSA and NRCS, to conduct annual surveys to measure and respond to areas needing improvement.

The survey consists of 20 questions and takes approximately 10 minutes to complete. Responses are confidential, and individual responses will be aggregated. The survey will be open for at least six weeks and will be closed once USDA receives a 30% response rate.

Learn more and take the survey at <u>www.farmers.gov/survey</u>.

USDA Announces Changes to Emergency Haying and Grazing Provisions

The U.S. Department of Agriculture's (USDA) Farm Service Agency (FSA) announced changes for emergency haying and grazing use of acres enrolled in the Conservation Reserve Program (CRP). This includes changes outlined in the 2018 Farm Bill that streamlines the authorization process for farmers and ranchers.

Drought conditions are tough for our livestock producers, but emergency haying and grazing use of Conservation Reserve Program acres provides temporary relief to these producers. Thanks to a streamlined authorization process, Alabama producers will be able to more quickly obtain emergency use approval to begin emergency haying or grazing of CRP acres.

Program Changes

Previously emergency having and grazing requests originated with FSA at the county level and required state and national level approval. Now approval will be based on drought severity as determined by the <u>U.S. Drought Monitor</u>.

To date, Baldwin and Mobile counties in Alabama have triggered eligibility for emergency having and grazing on CRP acres. A <u>list by state and map</u> of eligible counties are updated weekly and available on FSA's website.

Producers located in a county that is designated as severe drought (D2) or greater on or after the last day of the primary nesting season are eligible for emergency haying and grazing on all eligible acres. Additionally, producers located in counties that were in a severe drought (D2) status any single week during the last eight weeks of the primary nesting season may also be eligible for emergency haying and grazing unless the FSA County Committee determines that forage conditions no longer warrant emergency haying and grazing.

Counties that trigger for <u>Livestock Forage Disaster Program</u> (LFP) payments based on the U.S. Drought Monitor may hay only certain practices on less than 50% of eligible contract acres. Producers should contact their local FSA county office for eligible CRP practices.

Producers who don't meet the drought monitor qualifications but have a 40% loss of forage production may also be eligible for emergency having and grazing outside of the primary nesting season.

CRP Emergency Haying and Grazing Provisions

Before haying or grazing eligible acres, producers must submit a request for CRP emergency haying or grazing to FSA and obtain a modified conservation plan from the Natural Resources Conservation Service (NRCS).

Emergency grazing is authorized for up to 90 days and emergency having is authorized for up to 60 days. Program participants must stop having and grazing 30 days before the first freeze date in the fall based on the dates established for LFP.

Under the emergency grazing provisions, producers can use the CRP acreage for their own livestock or may grant another livestock producer use of the CRP acreage. The eligible CRP acreage is limited to acres located within the approved county.

For emergency haying, producers are limited to one cutting and are permitted to sell the hay. Participants must remove all hay from CRP acreage within 15 days after baling and remove all livestock from CRP acreage no later than 1 day after the end of the emergency grazing period. There will be no CRP annual rental payment reduction for emergency haying and grazing authorizations.

More Information

For more information on CRP emergency having and grazing visit <u>fsa.usda.gov/crp</u> or contact your FSA county office. To locate your FSA office, visit <u>farmers.gov/service-locator</u>. For more disaster recovery assistance programs, visit <u>farmers.gov/recover</u>.

USDA Accepting Applications to Help Cover Costs for Organic Certification

USDA's Farm Service Agency (FSA) announced that organic producers and handlers can apply for federal funds to assist with the cost of receiving and maintaining organic certification through the

<u>Organic Certification Cost Share Program</u> (OCCSP). Applications for eligible certification expenses paid between Oct. 1, 2019, and Sept. 30, 2020, are due Oct. 31, 2020.

OCCSP provides cost-share assistance to producers and handlers of agricultural products for the costs of obtaining or maintaining organic certification under the USDA's National Organic Program. Eligible producers include any certified producers or handlers who have paid organic certification fees to a USDA-accredited certifying agent. Eligible expenses for cost-share reimbursement include application fees, inspection costs, fees related to equivalency agreement and arrangement requirements, travel expenses for inspectors, user fees, sales assessments and postage.

Changes in Reimbursement

Due to expected participation levels for fiscal year 2020, FSA revised the reimbursement amount through fiscal year 2023. Certified producers and handlers are now eligible to receive reimbursement for up to 50 percent of the certified organic operation's eligible expenses, up to a maximum of \$500 per scope.

This change is due to the limited amount of funding available and will allow a larger number of certified organic operations to receive assistance. If additional funding is authorized later, FSA may provide additional assistance to certified operations that have applied for OCCSP, not to exceed 75 percent of their eligible costs, up to \$750 per scope.

The changes to the payment calculation and maximum payment amount are applicable to all certified organic operations, regardless of whether they apply through an FSA county office or a participating state agency. State agencies that are interested in overseeing reimbursements to producers and handlers in their states must establish new agreements with FSA for fiscal 2020.

Opportunities for State Agencies

Today's announcement also includes the opportunity for state agencies to apply for grant agreements to administer the OCCSP program in fiscal 2020. State agencies that establish agreements for fiscal 2020 may be able to extend their agreements and receive additional funds to administer the program in future years.

FSA has not yet determined whether an additional application period will be announced for later years for state agencies that choose not to participate in fiscal 2020. States that would like to administer OCCSP for future years are encouraged to establish an agreement for 2020 to ensure that they will be able to continue to participate.

FSA will accept applications from state agencies for fiscal year 2020 funding for cost-share assistance from Aug. 10, 2020 through Sept. 9, 2020.

State Agencies must submit the Application for Federal Assistance (Standard Form 424 and 424B) electronically via Grants.gov, the Federal grants website, at <u>http://www.grants.gov</u>.

More Information

To learn more about organic certification cost share, please visit the <u>OCCSP webpage</u>, view the <u>notice</u> of funds availability on the Federal Register, or contact the <u>FSA county office</u> at your local USDA Service Center. All USDA Service Centers are open for business, including some that are open to visitors to conduct business in person by appointment only. All Service Center visitors wishing to conduct business with FSA, Natural Resources Conservation Service or any other Service Center agency should call ahead and schedule an appointment. Service Centers that are open for appointments will pre-screen visitors based on health concerns or recent travel, and visitors must adhere to social distancing guidelines. Visitors may also be required to wear a face covering during their appointment.

To learn more about USDA support for organic agriculture, visit usda.gov/organic.

USDA Investigates Packages of Unsolicited Seeds from China

USDA is aware that people across the country have received suspicious, unsolicited packages of seed that appear to be coming from China. USDA's Animal and Plant Health Inspection Service (APHIS) is working closely with the Department of Homeland Security's Customs and Border Protection, other federal agencies, and State departments of agriculture to investigate the situation.

USDA urges anyone who receives an unsolicited package of seeds to immediately contact their <u>State</u> <u>plant regulatory official</u> or <u>APHIS State plant health director</u>. Please hold onto the seeds and packaging, including the mailing label, until someone from your State department of agriculture or APHIS contacts you with further instructions. Do not plant seeds from unknown origins.

At this time, we don't have any evidence indicating this is something other than a "brushing scam" where people receive unsolicited items from a seller who then posts false customer reviews to boost sales. USDA is currently collecting seed packages from recipients and will test their contents and determine if they contain anything that could be of concern to U.S. agriculture or the environment.

USDA is committed to preventing the unlawful entry of prohibited seeds and protecting U.S. agriculture from invasive pests and noxious weeds. Visit the <u>APHIS' website</u> to learn more about USDA's efforts to stop agricultural smuggling and promote trade compliance.

One-Time PLC Yield Updates – Deadline September 30

Farm owners have a one-time opportunity to update PLC yields of covered commodities on the farm, regardless of Agriculture Risk Coverage (ARC) and Price Loss Coverage (PLC)program election. The deadline to request a PLC yield update is September 30, 2020.

The updated yield will be equal to 90 percent of the average yield per planted acre in crop years 2013-2017 (excluding any year where the applicable covered commodity was not planted), subject to the ratio obtained by dividing the 2008-2012 average national yield by the 2013-2017 average national yield for the covered commodity. If the reported yield in any year is less than 75 percent of the 2013-2017 average yield, then the yield will be substituted with 75 percent of the county average yield.

The chart below provides the ratio obtained by dividing the 2008-2012 average national yield by the 2013-2017 average national yield for each covered commodity.

Covered Commodity	National Yield Factor
Barley	0.9437
Canola	0.9643
Chickpeas, Large	1.0000

0.9760
0.9000
1.0000
1.0000
0.9077
1.0000
0.9460
0.9524
0.9273
0.9988
1.0000
0.9330
0.9887
0.9591
1.0000
0.9000
0.9673
0.9000
0.9396
0.9545

It is the owner's choice whether to update or keep existing PLC yields. If a yield update is not made, then no action is required to maintain the existing PLC yield. An existing or updated PLC yield will be maintained and effective for crop years 2020 through 2023 (life of the 2018 Farm Bill).

PLC yields may be updated on a covered commodity-by-covered commodity basis using FSA form <u>CCC-867</u>.

For more information, reference resources and decision tools, visit <u>farmers.gov/arc-plc</u>. Contact your local Farm Service Agency Office for assistance – <u>farmers.gov/service-center-locator</u>.

USDA Adds Flexibilities for Crop Insurance

You can continue to work with your Approved Insurance Providers on policies, claims, and agreements. If you have crop insurance questions or other needs, you should continue to contact your insurance agents about conducting business by telephone or email.

USDA's Risk Management Agency is working with those insurance providers to provide additional flexibilities in response to COVID-19, including:

- Enabling producers to send notifications and reports electronically
- Extending the date for production reports
- Providing additional time and deferring interest on premium and other payments
- Authorizing replant self-certification
- Waiving the witness signature requirement for approval of Assignments of Indemnity
- Allowing dumped milk to be counted as milk marketings for the Dairy Revenue Production (DRP) or actual marketings for the Livestock Gross Margin for Dairy (LGM-Dairy) programs
- Allowing phone and electronic transactions for 2021 crop year sales and reporting dates, including options and endorsements
- Extending the deadline for some perennial crop Pre-Acceptance Inspection Reports (PAIRs)
- Waiving the 2021 crop year inspection requirements for the Nursery and Nursery Value Select (NVS) programs in certain cases
- Authorizing AIPs to allow organic producers to report acreage as certified organic, or transitioning to organic, for the 2020 crop year if they can show they have requested a written certification from a certifying agent by their policy's acreage reporting date.

For more in-depth information on these flexibilities, visit farmers.gov/coronavirus.

USDA Launches New Farmers.gov Features to Help Farmers Hire Workers

U.S. Department of Agriculture (USDA) announced new features on the <u>farmers.gov</u> website designed to help facilitate the employment of H-2A workers.

USDA's goal is to help farmers navigate the complex H-2A program that is administered by Department of Labor, Department of Homeland Security, and the State Department so hiring a farm worker is an easier process.

The primary new H-2A features on Farmers.gov include:

- A real-time dashboard that enables farmers to track the status of their eligible employer application and visa applications for temporary nonimmigrant workers;
- Streamlining the login information so if a farmer has an existing login.gov account they can save multiple applications tracking numbers for quick look-up at any time;
- Enables easy access to the Department of Labor's (DOL) Foreign Labor Application Gateway (FLAG);
- Allows farmers to track time-sensitive actions taken in the course of Office of Foreign Labor Certification's (OFLC) adjudication of temporary labor certification applications;

• Allowing for farmers to access all application forms on-line.

All information can be found at www.farmers.gov/manage/h2a.

In 2018, <u>Secretary Perdue unveiled farmers.gov</u>, a dynamic, mobile-friendly public website combined with an authenticated portal where customers can apply for programs, process transactions and manage accounts. With feedback from customers and field employees who serve those customers, <u>farmers.gov</u> delivers farmer-focused features through an agile, iterative process to deliver the greatest immediate value to America's agricultural producers – helping farmers and ranchers do right, and feed everyone.

FSA Offers Loan Servicing Options

There are options for Farm Service Agency (FSA) loan customers during financial stress. If you are a borrower who is unable to make payments on a loan, contact your local FSA Farm Loan Manager to learn about your options.

Borrower Training for Farm Loan Customers

Borrower training is available for all Farm Service Agency (FSA) customers. This training is required for all direct loan applicants, unless the applicant has a waiver issued by the agency.

Borrower training includes instruction in production and financial management. The purpose is to help the applicants develop and improve skills that are necessary to successfully operate a farm and build equity in the operation. It aims to help the producer become financially successful. Borrower training is provided, for a fee, by agency approved vendors. Contact your local FSA Farm Loan Manager for a list of approved vendors.

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).