

Kentucky FSA Newsletter - July 2022

#### In This Issue:

- USDA Reminds Kentucky Producers to File Crop Acreage Reports
- <u>USDA Announces Assistance for On-Farm Food Safety Expenses for Specialty Crop Growers</u>
- <u>USDA Has Issued More Than \$4 Billion in Emergency Relief Program</u>
   Payments to Date
- <u>Farm Service Agency Now Accepting Nominations for Farmers and</u>
   Ranchers to Serve on Local County Committees
- <u>USDA Advances Food System Transformation with \$43 Million for Urban Agriculture and Innovative Production, Adds New Urban County Committees</u>
- <u>USDA Microloans Help Farmers Purchase Farmland and Improve</u> Property
- Reminders for FSA Direct and Guaranteed Borrowers with Real Estate Security
- Local Outreach Campaign, Raising Hope Supporting Healthy Lives on Kentucky Farms, Helps Farmers and their Families with Mental and Physical Wellbeing.
- July 2022 Selected Interest Rates

# **USDA Reminds Kentucky Producers to File Crop Acreage Reports**



Agricultural producers in Kentucky who have not yet completed their <u>crop acreage reports</u> after planting should make an appointment with their U.S. Department of Agriculture (USDA) Farm Service Agency (FSA) service center before the applicable deadline.

"Many USDA programs require producers to file an accurate crop acreage report by the applicable deadline," said Dean

Schamore, State Executive Director in Kentucky. "Once planting is complete, call your

local FSA office to make an appointment to report your acreage. Our FSA staff can assist producers in completing acreage reports, including providing maps."

An acreage report documents a crop grown on a farm or ranch and its intended uses. Filing an accurate and timely acreage report for all crops and land uses, including failed acreage and prevented planted acreage, can prevent the loss of benefits.

#### How to File a Report

July 15 is a major deadline for most crops. Contact your <u>local FSA office</u> for a list of acreage reporting deadlines by crop.

To file a crop acreage report, producers need to provide:

- Crop and crop type or variety.
- Intended use of the crop.
- Number of acres of the crop.
- Map with approximate boundaries for the crop.
- Planting date(s).
- Planting pattern, when applicable.
- Producer shares.
- Irrigation practice(s).
- Acreage prevented from planting, when applicable.
- Other information as required.

#### **Acreage Reporting Details**

The following exceptions apply to acreage reporting dates:

- If the crop has not been planted by the 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 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 crops are covered by the Noninsured Crop Disaster Assistance Program, acreage reports should be submitted by the applicable state, county, or cropspecific reporting deadline or 15 calendar days before grazing or harvesting of the crop begins.

Producers should also report crop acreage they intended to plant, but due to natural disaster, were unable to because of a natural disaster.

Prevented planting acreage must be reported on form CCC-576, Notice of Loss, no later than 15 calendar days after the final planting date as established by FSA and USDA's Risk Management Agency.

FSA offers continuous certification for perennial forage. This means after perennial forage is reported once and the producer elects continuous certification, the certification remains in effect until a change is made. Check with FSA at the local USDA Service Center for more information on continuous certification.

#### New Option to View, Print and Label Maps on Farmers.gov

Producers with an eAuth account linked to their USDA customer record can now access their FSA farm records, maps and common land units by logging into farmers.gov. A new feature will allow producers to export field boundaries as shapefiles and import and view other shapefiles, such as precision agriculture boundaries. This will allow producers to view, print and label their own maps for acreage reporting purposes.

Producers who have authority to act on behalf of another customer as a grantee via form FSA-211 Power of Attorney, Business Partner Signature Authority, along with other signature types, or as a member of a business can now access information in the farmers.gov portal.

Producers can learn how to use the farmers.gov Farm Records Mapping functionality with this <u>fact sheet</u> and these <u>video tutorials</u>.

#### More Information

Producers can make an appointment to report acres by contacting their local <u>USDA</u> Service Center.

# **USDA Announces Assistance for On-Farm Food Safety Expenses for Specialty Crop Growers**

Agriculture Secretary Tom Vilsack announced that the U.S. Department of Agriculture (USDA) plans to provide up to \$200 million in assistance for specialty crop producers who incur eligible on-farm food safety program expenses to obtain or renew a food safety certification in calendar years 2022 or 2023. USDA's new <a href="Food Safety Certification for Specialty Crops">Food Safety Certification for Specialty Crops</a> (FSCSC) program will help to offset costs for specialty crop producers to comply with regulatory requirements and market-driven food safety certification requirements, which is part of USDA's broader effort to transform the food system to create a more level playing field for small and medium producers and a more balanced, equitable economy for everyone working in food and agriculture.

Specialty crop operations can apply for assistance for eligible expenses related to a 2022 food safety certificate issued on or after June 21, 2022, beginning June 27, 2022. USDA is delivering FSCSC to provide critical assistance for specialty crop operations, with an emphasis on equity in program delivery while building on lessons learned from the COVID-19 pandemic and supply chain disruptions. Vilsack made the announcement from Hollis, N.H., where he toured a local, family-owned farm and highlighted USDA's efforts to help reduce costs for farmers and support local economies by providing significant funding to cut regulatory costs and increase market opportunities for farmers in New Hampshire and across the nation.

#### **Program Details**

FSCSC will assist specialty crop operations that incurred eligible on-farm food safety certification and related expenses related to obtaining or renewing a food safety certification in calendar years 2022 and 2023. For each year, FSCSC covers a percentage of the specialty crop operation's cost of obtaining or renewing their certification, as well as a portion of their related expenses.

To be eligible for FSCSC, the applicant must be a specialty crop operation; meet the definition of a small business or very small business; and have paid eligible expenses related to the 2022 (issued on or after June 21, 2022) or 2023 certification.

Specialty crop operations may receive assistance for the following costs:

- Developing a food safety plan for first-time food safety certification.
- Maintaining or updating an existing food safety plan.
- Food safety certification.
- Certification upload fees.
- Microbiological testing for products, soil amendments and water.
- Training

FSCSC payments are calculated separately for each category of eligible costs. A higher payment rate has been set for socially disadvantaged, limited resource, beginning and veteran farmers and ranchers. Details about the payment rates and limitations can be found at farmers.gov/food-safety.

#### **Applying for Assistance**

The FSCSC application period for 2022 is June 27, 2022, through January 31, 2023, and the application period for 2023 will be announced at a later date. FSA will issue payments at the time of application approval for 2022 and after the application period ends for 2023. If calculated payments exceed the amount of available funding, payments will be prorated.

Interested specialty crop producers can apply by completing the FSA-888, Food Safety Certification for Specialty Crops Program (FSCSC) application. The application, along with other required documents, can be submitted to the FSA office at any USDA Service Center nationwide by mail, fax, hand delivery or via electronic means.

Producers can visit <u>farmers.gov/food-safety</u> for additional program details, eligibility information and forms needed to apply.

## USDA Has Issued More Than \$4 Billion in Emergency Relief Program Payments to Date

Agriculture Secretary Tom Vilsack announced that to date, agricultural producers have already received more than \$4 billion through the <a href="Emergency Relief Program">Emergency Relief Program</a> (ERP), representing approximately 67% of the more than \$6 billion projected to be paid through this first phase of the program. The U.S. Department of Agriculture (USDA) mailed out pre-filled applications in late May to producers with crop insurance who suffered losses due to natural disasters in



2020 and 2021. Commodity and specialty crop producers have until July 22 to complete applications.

USDA is implementing ERP and ELRP in two phases, with the first phase utilizing existing claim data to provide relief expediently, and the second phase focusing on ensuring producers not covered by other programs receive assistance. For phase one, USDA used crop insurance and <a href="Noninsured Crop Disaster Assistance Program">Noninsured Crop Disaster Assistance Program</a> (NAP) claim data.

Both ERP and the previously announced Emergency Livestock Relief Program (ELRP) are funded by the *Extending Government Funding and Delivering Emergency Assistance Act*, which President Biden signed into law in 2021. The law provided \$10 billion to help agricultural producers impacted by wildfires, droughts, hurricanes, winter storms and other eligible disasters experienced during calendar years 2020 and 2021, of which \$750 million is committed to livestock producers who experienced losses to drought or wildfire in calendar year 2021. Eligible livestock producers received ELRP payments totaling more than \$590 million since the program was rolled out in late March.

#### **Pre-Filled Applications**

Eligible producers with eligible crop insurance claims have received pre-filled applications, which included eligibility requirements and payment calculations. Producers received a separate application form for each program year in which they experienced an eligible loss.

Producers should check with the Farm Service Agency (FSA) at their local <u>USDA Service</u> <u>Center</u> to confirm eligibility and to ensure that all required farm program participation, adjusted gross income and conservation compliance forms are on file. Producers who have previously participated in FSA programs likely have these required forms already on file.

ERP provisions allow for a higher payment percentage for historically underserved producers, including beginning, limited resource, socially disadvantaged and military veteran producers. To qualify for the higher payment rate, individuals must have a Form CCC-860, Socially Disadvantaged, Limited Resource, Beginning and Veteran Farmer or Rancher Certification on file.

To receive a payment, producers must complete and submit their forms by the July 22 deadline. Once the completed ERP application for payment is submitted to and signed by the FSA, producers enrolled in direct deposit should look for their payment within three business days.

#### Additional Assistance through Phase One

FSA will be sending pre-filled applications for about 9,000 eligible producers with NAP coverage in mid-July.

The Federal crop insurance data used to populate ERP phase one pre-filled applications included claim data on file with USDA's Risk Management Agency (RMA) as of May 2, 2022. At that time, claim data for the Supplemental Coverage Option (SCO), Enhanced Coverage Option (ECO), Stacked Income Protection Plan (STAX), Margin Protection Plan (MP) or Area Risk Protection Insurance (ARPI) were not complete, so crop/units including these coverage options were not included in the pre-filled ERP application form. In late summer 2022, updated claim information will be used to generate a second pre-filled application for those crop/units with eligible losses on file with RMA not included in the first mailing.

#### **More Information**

ERP covers losses to crops, trees, bushes and vines due to a qualifying natural disaster event in calendar years 2020 and 2021. Eligible crops include all crops for which crop insurance or NAP coverage was available, except for crops intended for grazing. Qualifying natural disaster events include wildfires, hurricanes, floods, derechos, excessive heat, winter storms, freeze (including a polar vortex), smoke exposure, excessive moisture, qualifying drought and related conditions.

All producers who receive ERP phase one payments are statutorily required to purchase crop insurance or NAP coverage where crop insurance is not available for the next two available crop years.

Producers should contact their local <u>Service Center</u> if they have questions. Additionally, other resources include:

- ERP fact sheet
- ERP Webpage
- "Top 6 Emergency Relief Program Checklist" blog on farmers.gov
- May 16, 2022, news release

The second phase of both ERP and ELRP will be aimed at filling gaps and providing assistance to producers who did not participate in or receive payments through the existing programs that are being leveraged for phase one implementation. Through proactive communication and outreach, USDA will keep producers and stakeholders informed as program details are made available.

## Farm Service Agency Now Accepting Nominations for Farmers and Ranchers to Serve on Local County Committees

The U.S. Department of Agriculture (USDA) <u>Farm Service Agency</u> (FSA) is now accepting nominations for county committee members. Elections will occur in certain Local Administrative Areas (LAA) for members. LAAs are elective areas for FSA committees in a single county or multi-county jurisdiction. This may include LAAs that are focused on an urban or suburban area.

County committee members make important decisions about how Federal farm programs are administered locally. All nomination forms for the 2022 election must be postmarked or received in the local FSA office by Aug. 1, 2022.

"It is a priority for USDA to integrate equity into its decision-making and policymaking, and that starts with our local FSA county committees," said Dean Schamore State Executive Director for FSA in Kentucky. "We need enthusiastic, diverse leaders to serve other agricultural producers on these committees as we work to build equitable systems and programming inclusive of all employees and all of our customers. I ask that you consider making a difference in your community by nominating yourself, or another agricultural producer, to serve on your local FSA county committee."

Schamore said agricultural producers who participate or cooperate in a USDA program and reside in the LAA that is up for election this year, may be nominated for candidacy for the county committee. A cooperating producer is someone who has provided information about their farming or ranching operation to FSA, even if they have not applied or received program benefits. Individuals may nominate themselves or others and qualifying organizations may also nominate candidates. USDA encourages minority producers, women, and beginning farmers or ranchers to nominate, vote and hold office.

Nationwide, more than 7,700 dedicated members of the agricultural community serve on FSA county committees. The committees are made up of three to 11 members who serve three-year terms. Producers serving on FSA county committees play a critical role in the day-to-day operations of the agency. Committee members are vital to how FSA carries out disaster programs, as well as conservation, commodity and price support programs, county office employment and other agricultural issues.

#### **More Information**

Producers should contact their local FSA office today to register and find out how to get involved in their county's election, including if their LAA is up for election this year. To be considered, a producer must be registered and sign an <u>FSA-669A</u> nomination form. The form and other information about FSA county committee elections are available at <u>fsa.usda.gov/elections</u>.

Election ballots will be mailed to eligible voters beginning Nov. 7, 2022. Producers can find their local USDA Service Center at farmers.gov/service-locator.

USDA Advances Food System Transformation with \$43 Million for Urban Agriculture and Innovative Production, Adds New Urban County Committees



The U.S. Department of Agriculture (USDA) announces significant investments to support urban agriculture, including \$43.1 million for grants and cooperative agreements as well as six new urban county committees to help deliver key USDA programs to urban producers.

These actions support USDA's efforts to strengthen the food supply chain and transform the food system to be fairer,

more competitive, and more resilient. Specifically, USDA is investing \$10.2 million in new cooperative agreements to expand compost and food waste reduction efforts and \$14.2 million in new grants to support the development of urban agriculture and innovative production projects. Additionally, \$18.7 million will fund 75 worthy grant proposals from the 2021 application cycle, which was oversubscribed. Learn more at <a href="usda.gov/media/press-releases/2022/06/03/usda-advances-food-system-transformation-43-million-urban">usda.gov/media/press-releases/2022/06/03/usda-advances-food-system-transformation-43-million-urban</a>.

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

Farmers can use USDA farm ownership microloans 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.



Microloans have helped farmers and ranchers with operating costs, such as feed, fertilizer, tools, fencing, equipment, and living expenses since 2013.

Microloans can also help with farmland 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).

To learn more about the FSA microloan program, <u>contact your local FSA office</u> or visit <u>fsa.usda.gov/microloans</u>.

## Reminders for FSA Direct and Guaranteed Borrowers with Real Estate Security

Farm loan borrowers who have pledged real estate as security for their Farm Service Agency (FSA) direct or guaranteed loans are responsible for maintaining loan collateral. Borrowers must obtain prior consent or approval from FSA or the guaranteed lender for any transaction that affects real estate security. These transactions include, but are not limited to:

· Leases of any kind

- Easements of any kind
- Subordinations
- Partial releases
- Sales

Failure to meet or follow the requirements in the loan agreement, promissory note, and other security instruments could lead to nonmonetary default which could jeopardize your current and future loans.

It is critical that borrowers keep an open line of communication with their FSA loan staff or guaranteed lender when it comes to changes in their operation. For more information on borrower responsibilities, read <a href="Your FSA Farm Loan Compass">Your FSA Farm Loan Compass</a>.

# Local Outreach Campaign, Raising Hope – Supporting Healthy Lives on Kentucky Farms, Helps Farmers and their Families with Mental and Physical Wellbeing.

Raising Hope – Supporting Healthy Lives on Kentucky Farms is a local coalition of agriculture, education, and healthcare institutions that work with farmers and their families across Kentucky to improve their mental and physical health. Recognizing the impacts from debt, extreme weather, unstable prices, and isolation over the last few decades, Raising Hope's mission is to "promote the physical/mental health and safety of Kentucky's farmers and farm families through translational research, prevention/intervention, and community education/outreach informed by key stakeholders with the common goal to enhance quality of life for our farmers and farm families".

Raising Hope works with the Kentucky Department of Agriculture (KDA), which was awarded a \$500,000 grant by the U.S. Department of Agriculture to address stress, mental health, and suicide prevention among agriculture producers. Raising Hope is a partner with state universities and the Kentucky Cabinet for Health and Family Services.

Visit the <u>Raising Hope</u> website for more information and read more about the origin of the program here.

- See our 2022 Kentucky Guaranteed Lender Newsletter
- See our 2022 KY FSA Customer Calendar

### **July 2022 Selected Interest Rates**

Farm Loan Programs	
90-Day Treasury Bill	0.875%

Farm Operating Loans - Direct	3.875%
Farm Ownership Loans - Direct	4.125%
Limited Resource Loans	5.000%
Farm Ownership Loans - Direct FO Down Payment	1.500%
Emergency Loans	3.750%

Farm Programs Farm Storage Facility Loans		
3 Year	3.000%	
5 Year	3.000%	
7 Year	3.125%	
10 Year	3.000%	
12 Year	3.125%	
Commodity Loans	3.375%	
CCC Borrowing Rate	2.375%	

## **Kentucky State FSA Office**

771 Corporate Dr., Ste 205 Lexington, KY 40503 Phone: 859-224-7601 <u>Visit State Webpage</u>

#### **State Committee**

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