

South Carolina FSA Newsletter for Farmers and Ranchers - November 2023

#### In This Issue:

- A Note from State Executive Director Laurie Funderburk
- USDA to Provide More Than \$3 Billion to Commodity and Specialty Crop Producers Impacted by 2022 Natural Disasters
- Inflation Reduction Act Assistance for Distressed Borrowers
- Farmers.gov Local Dashboard Now Available for Producers in South Carolina
- <u>Urban Producers</u>, <u>Public Invited to Attend November Meeting of Federal</u>
   Advisory Committee for Urban Agriculture and Innovative Production
- <u>Livestock Producers in 8 Counties in South Carolina Are Eligible for Drought Recovery Assistance</u>
- FSA Encourages Farmers and Ranchers to Vote in County Committee Elections
- Is the Noninsured Crop Disaster Assistance Program Right for You?
- Applying for Farm Storage Facility Loans
- <u>USDA Launches Loan Assistance Tool to Enhance Equity and Customer Service</u>
- USDA Announces 2024 Tribal Scholarships and Fellowships

### A Note from State Executive Director Laurie Funderburk



#### **Greetings, South Carolina Producers!**

November in South Carolina brings a colorful array of beauty and abundance throughout the state. As we approach the season of thankfulness, I would like to say "Thank You" to our farming military veterans and their families. USDA celebrated Veterans Day on Nov. 10, and your service to our nation continues through the support that you provide to South Carolina agriculture each day. Many more Veterans want to start a career in agriculture and are looking to learn and gain experience. The Veteran Agribusiness Internship Program provides transitioning service members with hands-on experience working in an agribusiness setting anywhere in South Carolina. Project Victory Gardens is accepting applications to host interns from farms and agribusinesses across the state. If you want to host an intern, you can apply

at <a href="https://www.palmettovetsinag.org/internship">https://www.palmettovetsinag.org/internship</a>. Congratulations to Project Victory Gardens on being selected for an USDA - National Institute of Food and Agriculture "Enhancing Agricultural Opportunities for Military Veterans" (AgVets) program grant to carry out this important work!

The month of November brings important updates from the United States Department of Agriculture (USDA). USDA provided more than \$3 billion to commodity and specialty crop producers impacted by natural disaster events in 2022. Eligible impacted producers can apply for financial assistance through the <a href="Emergency Relief Program (ERP) 2022">Emergency Relief Program (ERP) 2022</a>. The program will help offset the financial impacts of crop yield and value losses from qualifying disasters occurring in 2022.

The 2023 Farm Service Agency County Committee elections are underway, with ballots being mailed to eligible voters beginning the week of Nov. 6. Producers and landowners must return ballots to their local FSA county office or have their ballots postmarked by Dec. 4, 2023. Please visit <u>fsa.usda.gov/elections</u> for more information. Thank you to our county committee members for the important service they provide to their local farming communities.

USDA extended the deadline for the Discrimination Financial Assistance Program, Section 22007, to January 13, 2024. The original deadline was October 31, 2023. Applicants can visit <a href="mailto:22007apply.gov">22007apply.gov</a> or call the free call center at 1-800-721-0970. There is also a new office for assistance located in Columbia, South Carolina at 140 Stoneridge Drive, Suite 430, Columbia, SC 29210.

Since October 2022, USDA has provided \$1.5 billion in immediate assistance to financially distressed direct and guaranteed FSA loan borrowers. FSA is currently accepting individual requests for assistance from borrowers who took certain extraordinary measures to avoid delinquency on their direct FSA loans. For more information on eligibility, please visit <a href="mailto:farmers.gov/inflation-reduction-investments/assistance">farmers.gov/inflation-reduction-investments/assistance</a>. Application deadline is December 31, 2023.

USDA-Natural Resources Conservation Service (NRCS) is increasing the minimum annual payment for agricultural producers participating in the <u>Conservation Stewardship Program (CSP)</u> from \$1,500 to \$4,000 starting in fiscal year 2024. The increase addresses challenges faced by small scale, underserved, and urban producers and improves equity in the program by making participation more financially beneficial for smaller operations.

Lastly, I would like to encourage community farms and gardens to <u>register to be a USDA People's Garden</u>. Benefits of registering include official People's Garden signage and access to USDA resources, such as training webinars, inclusion on USDA's People's Garden map and networking opportunities with other community gardens across the country.

I am proud to be a part of an agency focused on serving our nation's farmers and ranchers, and I am thankful for all of our farming families who abundantly provide for us all year round.

Happy Thanksgiving!

Laurie Slade Funderburk State Executive Director

# USDA to Provide More Than \$3 Billion to Commodity and Specialty Crop Producers Impacted by 2022 Natural Disasters



The U. S Department of Agriculture (USDA) will provide more than \$3 billion to commodity and specialty crop producers impacted by natural disaster events in 2022. Eligible impacted producers can apply for financial assistance through the <a href="Emergency Relief">Emergency Relief</a> <a href="Program (ERP) 2022</a>. The program will help offset the financial impacts of crop yield and value losses from qualifying disasters occurring in 2022.

### **Background**

On Dec. 29, 2022, President Biden signed into law the *Disaster Relief Supplemental Appropriations Act, 2023 (P.L. 117-328)* that provides about \$3.7 billion in financial assistance for agricultural producers impacted by eligible natural disasters that occurred in calendar year 2022.

ERP 2022 covers losses to crops, trees, bushes and vines due to qualifying, calendar year 2022 natural disaster events including wildfires, hurricanes, floods, derechos, excessive heat, tornadoes, winter storms, freeze (including a polar vortex), smoke exposure, excessive moisture, qualifying drought and related conditions.

ERP 2022 program benefits will be delivered to eligible producers through a two-track process. FSA intends to make both tracks available to producers at the same time. This two-track approach enables USDA to:

- Streamline the application process.
- Reduce the paperwork burden on producers.
- Proactively include provisions for underserved producers who have not been well served by past emergency relief efforts.
- Encourage producer participation in existing risk management programs to mitigate the impacts of future severe weather events.

It's important to note that disaster-impacted producers may be eligible for ERP 2022 assistance under one or both tracks. To avoid duplicative benefits, if a producer applies for both tracks, the Track 2 payment calculation will take into account any payments received through Track 1.

#### **ERP 2022 Application Process - Track 1**

ERP 2022 Track 1 leverages existing federal crop insurance or Noninsured Crop Disaster Assistance Program (NAP) data as the basis for calculating payments for eligible crop producers who received indemnities through these risk management programs. Although FSA is sending pre-filled ERP 2022 Track 1 application forms to producers who have crop insurance and NAP data already on file with USDA, producers indemnified for losses resulting from 2022 natural disasters do not have to wait to receive the application before requesting ERP 2022 assistance. Effective Oct. 31, 2023, producers can apply for ERP 2022 benefits whether they have received the pre-filled application or not. Receipt of a pre-filled application is not confirmation that a producer is eligible to receive an ERP 2022 Track 1 payment.

USDA estimates that ERP Track 1 benefits will reach more than 206,000 producers who received indemnities for losses covered by federal crop insurance and more than 4,500 producers who obtained NAP coverage for the 2022 crop year.

#### **ERP 2022 Application Process – Track 2**

Track 2 is a revenue-based certification program designed to assist eligible producers who suffered an eligible decrease in revenue resulting from 2022 calendar year disaster events when compared with revenue in a benchmark year using revenue information that is readily available from most tax records. In cases where revenue does not reasonably reflect a normal year's revenue, Track 2 provides an alternative method for establishing revenue. Likewise, Track 2 affords producers of crops that are used within an operation and do not generate revenue from the sale of the crop a method for establishing revenue for the purpose of applying for ERP 2022 benefits. Producers are not required to submit tax records to FSA unless requested by the County Committee if required for an FSA compliance spot check.

Although not required when applying for ERP 2022 Track 2, applicants might find the following documents useful to the process:

Schedule F (Form 1040)

 Profit or Loss from Farming or similar tax documents for tax years 2018, 2019, 2022 and 2023.

Track 2 targets gaps in emergency relief assistance for eligible producers whose eligible losses were not covered by crop insurance or NAP including revenue losses too small (shallow loss) to be covered by crop insurance.

Producers interested in applying for ERP 2022 Track 2, should contact their local FSA county office. Additional reference resources can be found on FSA's emergency relief website.

#### **Additional Required Forms**

For both ERP 2022 tracks, all producers must have certain required forms on file with FSA within 60 days of the ERP 2022 deadline. Producers can apply for ERP 2022 starting Oct. 31, 2023. The application deadline has not yet been determined and will be announced at a later date. If not already on file, producers can update, complete and submit required forms to FSA at any time.

#### Required forms:

- Form AD-2047, Customer Data Worksheet.
- Form CCC-902, Farm Operating Plan for an individual or legal entity.
- Form CCC-901, Member Information for Legal Entities (if applicable).
- Form FSA-510, Request for an Exception to the \$125,000 Payment Limitation for Certain Programs (if applicable).
- Form CCC-860, Socially Disadvantaged, Limited Resource, Beginning and Veteran Farmer or Rancher Certification, if applicable, for the 2022 program year.
- A highly erodible land conservation (sometimes referred to as HELC) and wetland conservation certification (Form AD-1026 Highly Erodible Land Conservation (HELC) and Wetland Conservation (WC) Certification) for the ERP producer and applicable affiliates.

Most producers, especially those who have previously participated in FSA programs, will likely have these required forms on file. However, those who are uncertain or want to confirm the status of their forms can contact their local FSA county office.

### **Future Insurance Coverage Requirements**

All producers who receive ERP 2022 payments must purchase crop insurance, or NAP coverage where crop insurance is not available, in the next two available crop years as determined by the Secretary. Purchased coverage must be at the 60/100 coverage level or higher for insured crops or at the catastrophic coverage level or higher for NAP crops.

#### **More Information**

ERP 2022 eligibility details and payment calculation factor tables are available on the <u>emergency</u> <u>relief website</u>, in the <u>ERP Track 1</u> and <u>ERP Track 2</u> fact sheets and through your local <u>FSA county</u> <u>office</u>.

### Inflation Reduction Act Assistance for Distressed Borrowers



Since October 2022, USDA has provided approximately \$1.5 billion in immediate assistance to more than 24,000 financially distressed direct and guaranteed FSA loan borrowers through the Inflation Reduction Act.

FSA is currently accepting individual requests for assistance from borrowers who took certain extraordinary measures to avoid

delinquency on their direct FSA loans, missed a recent installment, or are unable to make their next scheduled installment.

For more information on eligibility, or to submit a request for assistance, producers can contact their local USDA Service Center or visit <u>farmers.gov/inflation-reduction-investments/assistance</u>.

### Farmers.gov Local Dashboard Now Available for Producers in South Carolina



Farmers in South Carolina can now access county specific farming data and USDA resources all in one place via the new farmers.gov local dashboard. Your new farmers.gov local dashboard includes farming data and USDA resources including USDA news, commodity pricing, weather forecasts, historical climate data, past storm events, USDA service center locator and additional state resources for South Carolina and your county The dashboard

transforms complex data sets into easy-to-read charts and graphs to help you quickly find information that matters to you. Learn more <u>HERE</u>.

# Urban Producers, Public Invited to Attend November Meeting of Federal Advisory Committee for Urban Agriculture and Innovative Production

We're inviting urban producers, innovative producers, and other stakeholders to virtually attend a public meeting of the Federal Advisory Committee for Urban Agriculture and Innovative Production on November 29 from 1-3 pm. <u>Learn more and register HERE</u>.

### Livestock Producers in 8 Counties in South Carolina Are Eligible for Drought Recovery Assistance

The U.S. Department of Agriculture (USDA) Farm Service Agency (FSA) announced that FSA is now accepting applications for the <u>Livestock Forage Disaster Program (LFP)</u> in Cherokee, Chester, Greenville, Oconee, Pickens, Spartanburg, Union and York Counties for grazing losses due to drought. The deadline to apply for 2023 LFP assistance is Jan. 30, 2024.

LFP provides compensation to eligible livestock producers who suffered grazing losses for covered livestock due to drought on privately owned or cash leased land or fire on federally managed land. For LFP, qualifying drought intensity levels are determined using the <u>U.S. Drought Monitor</u>. Producers in Cherokee, Chester, Greenville, Oconee, Pickens, Spartanburg, Union and York Counties are eligible to apply for 2023 LFP benefits for grazing losses on full season improved mixed pasture, full season improved pasture and native pasture. Visit the <u>FSA LFP</u> webpage for a full list of eligible counties and pasture types.

Livestock eligible for LFP include alpacas, beef cattle, bison, buffalo, beefalo, dairy cattle, deer, elk, emus, equine, goats, llamas, ostriches, reindeer, or sheep that have been or would have been grazing the eligible grazing land or pastureland. Recently, FSA updated LFP policy to expand program eligibility to include additional income producing grazing animals, like horses and ostrich, that contribute to the commercial viability of an agricultural operation.

Livestock used for hunting and consumption by the owner and horses and other animals that are used or intended to be used for racing and wagering remain ineligible.

As a reminder, producers who want to participate in many USDA programs including disaster assistance programs like LFP, must file timely acreage reports by filling out the FSA-578 form to remain eligible for program benefits.

More information in USDA disaster assistance is available at farmers.gov/recover.

### FSA Encourages Farmers and Ranchers to Vote in County Committee Elections

The 2023 Farm Service Agency County Committee Elections will begin on Nov. 6, 2023, when ballots are mailed to eligible voters. The deadline to return ballots to local FSA offices, or to be postmarked, is Dec. 4, 2023.

County committee members are an important component of the operations of FSA and provide a link between the agricultural community and USDA. Farmers and ranchers elected to county committees help deliver FSA programs at the local level, applying their knowledge and judgment to make decisions on commodity price support programs; conservation programs; incentive, indemnity and disaster programs for some commodities; emergency programs and eligibility. FSA committees operate within official regulations designed to carry out federal laws.

To be an eligible voter, farmers and ranchers must:

- Be of legal voting age or, if not of legal voting age, supervise and conduct the farming operation of an entire farm.
- Have an interest in a farm or ranch as either:
  - o An individual who meets one or more of the following:
    - Is eligible and capable to vote in one's own right.
    - Is a partner of a general partnership.
    - Is a member of a joint venture.
  - Participates or cooperates in any FSA program that is provided by law. A
    cooperating producer is someone who has provided information to FSA about their
    farming or ranching operation(s) but may not have applied or received program
    benefits.

Eligible voters who do not receive a ballot can obtain one from their local FSA county office. Customers can identify which LAA they or their farming operation is in by using our new GIS locator tool available at <u>fsa.usda.gov/elections</u>.

Newly elected committee members will take office Jan. 1, 2024.

More information on county committees can be found at fsa.usda.gov/elections.

# Is the Noninsured Crop Disaster Assistance Program Right for You?

Farmers and ranchers rely on crop insurance to protect themselves from disasters and unforeseen events, but not all crops are insurable through the USDA's Risk Management Agency. The Farm Service Agency's (FSA) Noninsured Crop Disaster Assistance Program (NAP) provides producers another option to obtain coverage against disaster for these crops. NAP provides financial

assistance to producers of non-insurable crops impacted by natural disasters that result in lower yields, crop losses, or prevents crop planting.

Commercially produced crops and agricultural commodities for which crop insurance is not available are generally eligible for NAP. Eligible crops include those grown specifically for food, fiber, livestock consumption, biofuel or biobased products, or value loss crops such as aquaculture, Christmas trees, ornamental nursery, and others. Contact your local FSA office to see which crops are eligible in your state and county.

Eligible causes of loss include drought, freeze, hail, excessive moisture, excessive wind or hurricanes, earthquake and flood. These events must occur during the NAP policy coverage period, before or during harvest, and the disaster must directly affect the eligible crop. For guidance on causes of loss not listed, contact your local FSA county office.

Interested producers apply for NAP coverage using FSA form <a href="CCC-471">CCC-471</a>, "Application for Coverage," and pay the applicable service fee at the FSA office where their farm records are maintained. These must be filed by the application closing date, which varies by crop. Contact your local FSA office to verify application closing dates and ensure coverage for eligible NAP crops.

At the time of application, each producer acknowledges they have received the <a href="NAP Basic Provisions">NAP Basic Provisions</a>, which describes NAP requirements for coverage. NAP participants must report crop acreage shortly after planting and provide verifiable or reliable crop production records when required by FSA.

Producers are required to pay service fees which vary depending on the number of crops and number of counties your operation is located in. The NAP service fee is the lesser of \$325 per crop or \$825 per producer per administrative county, not to exceed a total of \$1,950 for a producer with farming interests in multiple counties. Premiums also apply when producers elect higher levels of coverage with a maximum premium of \$15,750 per person or legal entity.

A producer's certification on Form CCC-860 Socially Disadvantaged, Limited Resource, Beginning and Veteran Farmer or Rancher Certification may serve as an application for basic NAP coverage for all eligible crops beginning with crop year 2022. These producers will have all NAP-related service fees for basic coverage waived, in addition to a 50 percent premium reduction if higher levels of coverage are elected.

For more detailed information on NAP, download the <u>NAP Fact Sheet</u>. To get started with NAP, we recommend you contact your <u>local USDA service center</u>.

### **Applying for Farm Storage Facility Loans**

The Farm Service Agency's (FSA) Farm Storage Facility Loan (FSFL) program provides low-interest financing to help you build or upgrade storage facilities and to purchase portable (new or used) structures, equipment and storage and handling trucks.

Eligible commodities include corn, grain sorghum, rice, soybeans, oats, peanuts, wheat, barley, minor oilseeds harvested as whole grain, pulse crops (lentils, chickpeas and dry peas), hay, honey, renewable biomass, fruits, nuts and vegetables for cold storage facilities, floriculture, hops, maple sap, rye, milk, cheese, butter, yogurt, meat and poultry (unprocessed), eggs, and aquaculture (excluding systems that maintain live animals through uptake and discharge of water). Qualified facilities include grain bins, hay barns and cold storage facilities for eligible commodities.

Loans up to \$50,000 can be secured by a promissory note/security agreement, loans between \$50,000 and \$100,000 may require additional security, and loans exceeding \$100,000 require additional security.

You do not need to demonstrate the lack of commercial credit availability to apply. The loans are designed to assist a diverse range of farming operations, including small and mid-sized businesses, new farmers, operations supplying local food and farmers markets, non-traditional farm products, and underserved producers.

For more information, contact your local USDA Service Center or visit fsa.usda.gov/pricesupport.

## USDA Launches Loan Assistance Tool to Enhance Equity and Customer Service

The U.S. Department of Agriculture (USDA) launched a new online tool to help farmers and ranchers better navigate the farm loan application process. This uniform application process will help to ensure all farm loan applicants receive equal support and have a consistent customer experience with USDA's Farm Service Agency (FSA) regardless of their individual circumstances.

USDA experiences a high rate of incomplete or withdrawn applications, particularly among underserved customers, due in part to a challenging and lengthy paper-based application process. The Loan Assistance Tool is available 24/7 and gives customers an online step-by-step guide that supplements the support they receive when working in person with a USDA employee, providing materials that may help an applicant prepare their loan application in one tool.

Farmers can access the Loan Assistance Tool by visiting <a href="farmers.gov/farm-loan-assistance-tool">farmers.gov/farm-loan-assistance-tool</a> and clicking the 'Get Started' button. From here they can follow the prompts to complete the Eligibility Self-Assessment and start the farm loan journey. The tool is built to run on any modern browser like Chrome, Edge, Firefox, or the Safari browser, and is fully functional on mobile devices. It does not work in Internet Explorer.

The Loan Assistance Tool is the first of multiple farm loan process improvements that will be available to USDA customers on farmers.gov in the future. Other improvements and tools that are anticipated to launch in 2023 include:

- A streamlined and simplified direct loan application, reduced from 29 pages to 13 pages.
- An interactive online direct loan application that gives customers a paperless and electronic signature option, along with the ability to attach supporting documents such as tax returns.
- An online direct loan repayment feature that relieves borrowers from the necessity of calling, mailing, or visiting a local Service Center to pay a loan installment.

## USDA Announces 2024 Tribal Scholarships and Fellowships

The U.S. Department of Agriculture (USDA) has announced two tribal higher education opportunities to train the next generation of agricultural professionals and strengthen ties with tribal higher education institutions. The USDA 1994 Tribal Scholars Program offers a fast-track career path with USDA, and the Terra Preta do Indio Tribal Faculty Fellowship engages tribal college faculty with USDA resources and research. These programs reflect USDA's commitment to advance equity and remove barriers to service for tribal nations and encourage tribal workforce

development. Today's announcement also marks the 29th anniversary of the day legislation was signed to give tribal colleges land-grant status.

Read the full USDA announcement

### **South Carolina Farm Service Agency**

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