

Virginia February Newsletter Articles and Updates - February 2022

Farm Service Agency | Natural Resources Conservation Service | Risk Management Agency

In This Issue:

- FSA State Director Message
- <u>NRCS State Conservationist's Message</u>
- <u>Tree Assistance Program</u>
- Five Facts About the United States Drought Monitor
- USDA Climate Hubs
- USDA Announces Conservation Reserve Program Signups for 2022
- USDA Provides Additional Pandemic Assistance to Hog Producers
- USDA Provides \$1.8 Billion to Offset Market Fluctuations
- Foreign Buyers Notification
- <u>Actively Engaged Provisions for Non-Family Joint Operations or Entities</u>
- Submit Loan Requests for Financing Early
- USDA Microloans Help Farmers Purchase Farmland and Improve Property
- Tripling the Impacts of Forest Management on a Landscape Scale
- Selected Interest Rates for February 2022
- Dates to Remember

FSA State Director Message

As your new State Executive Director, we have a lot to celebrate. Snowfall has provided much-needed moisture to the soil. The days are getting longer, and spring is on the horizon. There may still be some challenging days of winter ahead before the final thaw opens another growing season, but warmer days are forthcoming.

In the coming weeks, we ask you to call your local Farm Service Agency (FSA) county office to enroll or sign up for the programs that best fit your needs.

Farmers are currently enrolling in the Agriculture Risk Coverage (ARC) and Price Loss Coverage (PLC) programs and sign-up ends on March 15. FSA needs your involvement to sign- complete enrollment and make any election changes. There are several ways for you to do this. Traditional mail can be utilized to deliver paperwork to sign or email and use of electronic signature is another option. You can also work with your county office to sign inperson without entering the office; mail and email options are available even if your county office has limited staffing or visitor restrictions.

In addition to ARC/PLC, we have disaster programs, conservation programs, loans, and other programs coming to help Virginia's farming families succeed in growing the products and providing the services our world needs. Together, we are going to get through this pandemic. We are using important tools that are making a difference in keeping our staff healthy and delivering important programs for our farmers and rural communities. Remember, even the harshest winters always break for the hopefulness of spring.

Additional Dates to Remember:

- 3/1- LIP Application for Payment Deadline for 2021
- 3/11 General CRP Signup Deadline
- 3/15 NAP Application for Coverage Deadline for hemp for 2022
- 3/15 ARC/PLC Election/Enrollment Deadline for 2022
- 3/25 DMC/SMDC Sign-up Deadline for 2022
- Dr. Ronald M. Howell, Jr., State Executive Director

NRCS State Conservationist's Message

Word of mouth can make or break a business. NRCS is fortunate to have a strong brand and a reputation for offering a quality product. Over the past few years, we've had so much interest in our programs and services that we've had difficulty keeping up with demand. I have undertaken several initiatives in the past 16 months to make financial and technical assistance more accessible to our state's ag community and am pleased to say we're delivering in a big way.

Trained conservationists are the first link in the chain to get more conservation on the ground, and we've put more of them in the field to deliver Farm Bill programs to Virginia's farmers and forest landowners. Our Virginia NRCS team has grown considerably since September of 2020 with 27 of 33 new employees placed in field offices to give our producers more personal service and faster response times.

In addition to soil conservationists, we're hiring soil scientists, engineers and administrative specialists to help us better fulfill our national mission of helping people help the land with a broader focus on climate-smart and urban agriculture as well as equal access for landowners of all backgrounds and income levels. We've made great strides on many of these fronts, and we're not finished yet.

Though we're still limiting in-office hours to comply with COVID safety guidelines, you'll still find a friendly face in all our 41 offices. If you haven't checked in with your local NRCS service center in a while, this might be a good week to do so. You might just meet someone who's new on the job and ready and willing to help you.

I'd also like to extend a warm welcome to the new FSA State Executive Director Dr. Ronald Howell. The NRCS team looks forward to partnering with him and the FSA team to continue providing outstanding service to support all types of agricultural operations.

Dr. Edwin Martinez Martinez, State Conservationist

Tree Assistance Program

If you're an orchardist or nursery tree grower who experienced losses from natural disasters during calendar year 2021, you must submit a TAP application either 90 calendar days after the disaster event or the date when the loss is apparent.

TAP provides financial assistance to help you replant or rehabilitate eligible trees, bushes and vines damaged by natural disasters.

Eligible tree types include trees, bushes or vines that produce an annual crop for commercial purposes. Nursery trees include ornamental, fruit, nut and Christmas trees that are produced for commercial sale. Trees used for pulp or timber are ineligible.

To qualify for TAP, orchardists must suffer a qualifying tree, bush or vine loss in excess of 15 percent mortality from an eligible natural disaster, plus an adjustment for normal mortality. The eligible trees, bushes or vines must have been owned when the natural disaster occurred; however, eligible growers are not required to own the land on which the eligible trees, bushes and vines were planted.

If the TAP application is approved, the eligible trees, bushes and vines must be replaced within 12 months from the date the application is approved. The cumulative total quantity of acres planted to trees, bushes or vines, for which you can receive TAP payments, cannot exceed 1,000 acres annually.

Five Facts About the United States Drought Monitor

This is likely no surprise to you, but drought persists across the western U.S. and is intensifying in some areas. No geographic area is immune to the potential of drought at any given time. The <u>U.S. Drought Monitor</u> provides a weekly drought assessment, and it plays an important role in USDA programs that help farmers and ranchers recover from drought.

Fact #1 - Numerous agencies use the Drought Monitor to inform drought-related decisions.

The map identifies areas of drought and labels them by intensity on a weekly basis. It categorizes the entire country as being in one of six levels of drought. The first two, None and Abnormally Dry (D0), are not considered to be drought. The next four describe increasing levels of drought: Moderate (D1), Severe (D2), Extreme (D3) and Exceptional (D4).

While many entities consult the Drought Monitor for drought information, drought declarations are made by federal, <u>state</u> and local agencies that may or may not use the Drought Monitor to inform their decisions. Some of the ways USDA uses it to determine a producer's eligibility for

certain <u>drought assistance programs</u>, like the <u>Livestock Forage Disaster</u> <u>Program</u> and <u>Emergency Haying or Grazing on Conservation Reserve Program acres</u> and to "fast-track" <u>Secretarial drought disaster designations</u>.

Fact #2 - U.S. Drought Monitor is made with more than precipitation data.

When you think about drought, you probably think about water, or the lack of it. Precipitation plays a major role in the creation of the Drought Monitor, but the map's author considers <u>numerous indicators</u>, including <u>drought impacts</u> and local insight from over 450 expert observers around the country. Authors use several dozen indicators to assess drought, including precipitation, streamflow, reservoir levels, temperature and evaporative demand, soil moisture and vegetation health. Because the drought monitor depicts both short and long-term drought conditions, the authors must look at data for multiple timeframes. The final map produced each week represents a summary of the story being told by all the pieces of data. To help tell that story, authors don't just look at data. They converse over the course of the map-making week with experts across the country and draw information about drought impacts from media reports and private citizens.

Fact #3 - A real person, using real data, updates the map.

Each week's map author, not a computer, processes and analyzes data to update the drought monitor. The <u>map authors</u> are trained climatologists or meteorologists from the National Drought Mitigation Center at the University of Nebraska-Lincoln (the academic partner and website host of the Drought Monitor), the National Oceanic and Atmospheric Administration and USDA. The author's job is to do what a computer can't – use their expertise to reconcile the sometimes-conflicting stories told by each stream of data into a single assessment.

Fact #4 - The Drought Monitor provides a current snapshot, not a forecast.

The Drought Monitor is a "snapshot" of conditions observed during the most recent week and builds off the previous week's map. The map is released on Thursdays and depicts conditions based on data for the week that ended the preceding Tuesday. Rain that falls on the Wednesday just before the USDM's release won't be reflected until the next map is published. This provides a consistent, week-to-week product and gives the author a window to assess the data and come up with a final map.

Fact #5 – Your input can be part of the drought-monitoring process.

State climatologists and other trained observers in the drought monitoring network relay onthe-ground information from numerous sources to the US Drought monitor author each week. That can include information that you contribute.

The Drought Monitor serves as a trigger for multiple forms of federal disaster relief for agricultural producers, and sometimes producers contact the author to suggest that drought conditions in their area are worse than what the latest drought monitor shows. When the author gets a call like that, it prompts them to look closely at all available data for that area, to see whether measurements of precipitation, temperature, soil moisture and other indicators corroborate producer-submitted reports. This is the process that authors follow whether they receive one report or one hundred reports, although reports from more points may help state officials and others know where to look for impacts.

There are multiple ways to contribute your observations:

- 1. **Talk to your state climatologist** Find the current list at the <u>American Association of</u> <u>State Climatologists</u> website.
- 2. **Email** Emails sent to <u>droughtmonitor@unl.edu</u> inform the USDM authors.
- 3. Become a CoCoRaHS observer Submit drought reports along with daily precipitation observations to the Community Collaborative Rain, Hail & Snow Network.
- 4. Submit Condition Monitoring Observer Reports (CMOR) go.unl.edu/CMOR.

For more information, read our <u>Ask the Expert blog with a NDMC climatologist</u> or visit <u>farmers.gov/protection-recovery</u>.

USDA Climate Hubs

The USDA Climate Hubs translate climate science into action, putting USDA research and resources into practice. The Hubs develop and deliver science-based, region-specific information and technology to natural resource and agricultural managers to help you make climate-informed decisions that reduce agricultural risk and build resilience to climate change. Our useful tools can help you plan for and manage weather- and climate-related risks.

The Climate Hubs offer a variety of resources to help you manage weather and climate-risks, including tools and technology, outreach and education, and risk assessments:

• Tools and technology to help you respond effectively to climate change impacts including drought, extreme weather events, and changing growing seasons. We provide coordinated technical support to enhance USDA program delivery, especially to underserved and vulnerable communities.

The following tools can help you make informed management decisions on your operation:

- <u>Adaptation Workbook</u>: A flexible process to consider the potential effects of climate change and design land management and conservation actions to prepare for changing conditions.
- <u>Grass-Cast</u>: A grassland and forage productivity forecast for ranchers and rangeland managers.
- <u>AgRisk Viewer</u>: A new platform to access, analyze, and visualize historical crop insurance loss data to inform risk management efforts.
- <u>Seedlot Selection Tool</u>: A web-based mapping application that uses current or future climates to match seedlots and planting sites.
- Outreach, education, and technical support on innovative ways to help lower barriers to adaptation, mitigation, and resilience-building:
 - <u>Hurricane preparedness and recovery commodity guides</u>: Guides to help producers prepare for and recover from hurricane events.
 - <u>'As If You Were There' 360 Demonstrations</u>: A unique collection of virtual field tours to experience how others are adapting to and mitigating extreme weather and climate-driven events.

- <u>Pacific Northwest Biochar Atlas</u>: Science-based guidance regarding biochar and its benefits, decision-support tools for biochar application, and case studies from early adopters.
- <u>Regional assessments of risk and vulnerability</u> and user-friendly information and data to support risk management and climate change response.

The Climate Hubs are a unique collaboration that connects USDA research and program agencies like the Natural Resources Conservation Service (NRCS), Farm Service Agency (FSA), Risk Management Agency (RMA), Economic Research Service, and Foreign Agricultural Service, among others.

We support USDA stakeholders by providing vulnerability assessments, curating decisionmaking tools, and facilitating stakeholder outreach on climate change and its impacts on working lands.

The Climate Hubs also amplify the work of other USDA agencies to ensure USDA is meeting the needs of customers like you.

- For example, the Southwest Climate Hub worked with RMA to provide more accessible, discoverable, and usable crop insurance data through the <u>AgRisk Viewer</u>.
- Our Northern Plains Climate Hub developed a grassland and forage productivity model and <u>rangeland drought dashboard</u> working closely with agencies and partners.
- At our Northeast Climate Hub, the NRCS liaison developed a <u>webinar training</u> titled *"Helping farmers help the land through climate-smart farming"* highlighting NRCS resource concerns and practices.

There are 10 regional Climate Hubs across the nation co-located at Agricultural Research Service (ARS) and U.S. Forest Service (USFS) research units. To find your regional Climate Hub contacts visit <u>climatehubs.usda.gov/contact</u>. For more information on the Climate Hubs, visit <u>climatehubs.usda.gov/</u>. We are happy to help connect producers, USDA staff, and stakeholders to each other and to the best resources USDA has to offer.

USDA Announces Conservation Reserve Program Signups for 2022

Agricultural producers and landowners can sign up soon for the Conservation Reserve Program (CRP), a cornerstone conservation program offered by the U.S. Department of Agriculture (USDA) and a key tool in the Biden-Harris Administration effort to address climate change and achieve other natural resource benefits. The General CRP signup will run from **Jan. 31 to March 11**, and the Grassland CRP signup will run from **April 4 to May 13**.

Producers and landowners enrolled 4.6 million acres into CRP signups in 2021, including 2.5 million acres in the largest Grassland CRP signup in history. There are currently 22.1 million acres enrolled, and FSA is aiming to reach the 25.5-million-acre cap statutorily set for fiscal year 2022.

CRP Signups

General CRP helps producers and landowners establish long-term, resource-conserving plant species, such as approved grasses or trees, to control soil erosion, improve water quality and enhance wildlife habitat on cropland.

Meanwhile, Grassland CRP is a working lands program, helping landowners and operators protect grassland, including rangeland and pastureland and certain other lands, while maintaining the areas as working grazing lands. Protecting grasslands contributes positively to the economy of many regions, provides biodiversity of plant and animal populations and provides important carbon sequestration benefits to deliver lasting climate outcomes.

Alongside these programs, producers and landowners can enroll acres in Continuous CRP under the ongoing sign up, which includes projects available through the Conservation Reserve Enhancement Program (CREP) and State Acres for Wildlife Enhancement (SAFE).

Climate Benefits

Last year, FSA enacted a Climate-Smart Practice Incentive for CRP General and Continuous signups, to better target CRP on addressing climate change. This incentive aims to increase carbon sequestration and reduce greenhouse gas emissions. CRP's climate-smart practices include establishment of trees and permanent grasses, development of wildlife habitat and wetland restoration. The Climate-Smart Practice Incentive is annual, and the amount is based on the benefits of each practice type.

Additionally, in order to better target the program toward climate outcomes, USDA invested \$10 million last year in the CRP Monitoring, Assessment and Evaluation (MAE) program to measure and monitor the soil carbon and climate resilience impacts of conservation practices over the life of new CRP contracts. This will enable the agency to further refine the program and practices to provide producers tools for increased climate resilience.

More Information on CRP

Landowners and producers interested in CRP should contact their local <u>USDA Service</u> <u>Center</u> to learn more or to apply for the program -- for General CRP before the **March 11 deadline**, and for Grassland CRP before the **May 13 deadline**. Service Center staff continue to work with agricultural producers via phone, email, and other digital tools. Due to the pandemic, some <u>USDA Service Centers</u> are open to limited visitors. Additionally, fact sheets and other resources are available at <u>fsa.usda.gov/crp</u>.

Signed into law in 1985, CRP is one of the largest voluntary private-lands conservation programs in the United States. It was originally intended to primarily control soil erosion and potentially stabilize commodity prices by taking marginal lands out of production. The program has evolved over the years, providing many conservation and economic benefits.

USDA Provides Additional Pandemic Assistance to Hog Producers

The U.S. Department of Agriculture (USDA) announced a new program to assist hog producers who sold hogs through a negotiated sale during the period in which these producers faced the greatest reduction in market prices due to the COVID-19 pandemic. The Spot Market Hog Pandemic Program (SMHPP) is part of USDA's <u>Pandemic Assistance for Producers</u> initiative and addresses gaps in previous assistance for hog producers. USDA's Farm Service Agency (FSA) will accept applications Dec. 15, 2021 through Feb. 25, 2022.

SMHPP provides assistance to hog producers who sold hogs through a negotiated sale from April 16, 2020 through Sept. 1, 2020. Negotiated sale, or negotiated formula sale, means a sale of hogs by a producer to a packer under which the base price for the hogs is determined by seller-buyer interaction and agreement on a delivery day. USDA is offering SMHPP as packer production was reduced due to the COVID-19 pandemic due to employee illness and supply chain issues, resulting in fewer negotiated hogs being procured and subsequent lower market prices.

The Department has set aside up to \$50 million in pandemic assistance funds through the Coronavirus Aid, Relief and Economic Security (CARES) Act for SMHPP.

SMHPP Program Details

Eligible hogs include hogs sold through a negotiated sale by producers between April 16, 2020, and Sept. 1, 2020. To be eligible, the producer must be a person or legal entity who has ownership in the hogs and whose production facilities are located in the United States, including U.S. territories. Contract producers, federal, state and local governments, including public schools and packers are not eligible for SMHPP.

SMHPP payments will be calculated by multiplying the number of head of eligible hogs, not to exceed 10,000 head, by the payment rate of \$54 per head. FSA will issue payments to eligible hog producers as applications are received and approved.

Applying for Assistance

Eligible hog producers can apply for SMHPP starting Dec. 15, 2021, by completing the FSA-940, Spot Market Hog Pandemic Program application. Additional documentation may be required. Visit <u>farmers.gov/smhpp</u> for a copy of the Notice of Funds Availability, information on applicant eligibility and more information on how to apply.

Applications can be submitted to the FSA office at any USDA Service Center nationwide by mail, fax, hand delivery or via electronic means. To find your local FSA office, visit <u>farmers.gov/service-locator</u>. Hog producers can also call 877-508-8364 to speak directly with a USDA employee ready to offer assistance.

USDA Provides \$1.8 Billion to Offset Market Fluctuations

The U.S. Department of Agriculture (USDA) is in the process of issuing \$1.8 billion in payments to agricultural producers who enrolled in the Agriculture Risk Coverage (ARC) and Price Loss Coverage (PLC) programs for the 2020 crop year. These payments provide critical support to help mitigate fluctuations in either revenue or prices for certain crops. These two

USDA safety-net programs help producers of certain crops build back better after facing the impacts of COVID-19 and other challenges.

In addition, USDA's Farm Service Agency (FSA) is encouraging producers to contact their local USDA Service Centers to make or change elections and to enroll for 2022 ARC or PLC, providing future protections against market fluctuations. The election and enrollment period opened on Oct. 18, 2021 and runs through March 15, 2022.

2020 Payments and Contracts

ARC and PLC payments for a given crop year are paid out the following fall to allow actual county yields and the Market Year Average prices to be finalized. This month, FSA processed payments to producers enrolled in 2020 ARC-County (ARC-CO), ARC-Individual (ARC-IC) and PLC for covered commodities that triggered for the crop year.

For ARC-CO, view the <u>2020 ARC-CO Benchmark Yields and Revenues online database</u> for payment rates applicable to their county and each covered commodity.

For PLC, payments have triggered for barley, canola, chickpeas (large and small), dry peas, flaxseed, lentils, peanuts, seed cotton and wheat. More information on rice payments will be announced later this fall and in early 2022.

For ARC-IC, producers should contact their local FSA office for additional information pertaining to 2020 payment information, which relies on producer-specific yields for the crop and farm to determine benchmark yields and actual year yields when calculating revenues.

By the Numbers

More than 1.7 million contracts were signed in 2019. In 2020, producers signed nearly 1.8 million ARC or PLC contracts, and 251 million out of 273 million base acres were enrolled in the programs. In 2021, signed contracts surpassed 1.8 million.

Since the ARC and PLC were authorized by the 2014 Farm Bill and reauthorized by the 2018 Farm Bill, these safety-net programs have paid out more than \$32.5 billion to producers of covered commodities.

2022 Elections and Enrollment

Producers can elect coverage and enroll in ARC-CO or PLC, which are both crop-by-crop, or ARC-IC, which is for the entire farm. Although election changes for 2022 are optional, producers must enroll through a signed contract each year. Also, if a producer has a multi-year contract on the farm and makes an election change for 2022, it will be necessary to sign a new contract.

If an election is not submitted by the deadline of March 15, 2022, the election remains the same as the 2021 election for crops on the farm. Farm owners cannot enroll in either program unless they have a share interest in the farm.

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 and short grain rice, safflower seed, seed cotton, sesame, soybeans, sunflower seed, and wheat.

Web-Based Decision Tools

In partnership with USDA, the University of Illinois and Texas A&M University offer web-based decision tools to assist producers in making informed, educated decisions using crop data specific to their respective farming operations. Tools include:

- <u>Gardner-farmdoc Payment Calculator</u>, a tool available through the University of Illinois allows producers to estimate payments for farms and counties for ARC-CO and PLC.
- <u>ARC and PLC Decision Tool</u>, a tool available through Texas A&M tallows producers to estimate payments and yield updates and expected payments for 2022.

Crop Insurance Considerations

ARC and PLC are part of a broader safety net provided by USDA, which also includes crop insurance and marketing assistance loans.

Producers are reminded that ARC and PLC elections and enrollments can impact eligibility for some crop insurance products.

Producers on farms with a PLC election have the option of purchasing Supplemental Coverage Option (SCO) through their Approved Insurance Provider; however, producers on farms where ARC is the election are ineligible for SCO on their planted acres for that crop on that farm.

Unlike SCO, the Enhanced Coverage Option (ECO) is unaffected by an ARC election. Producers may add ECO regardless of the farm program election.

Upland cotton farmers who choose to enroll seed cotton base acres in ARC or PLC are ineligible for the stacked income protection plan (STAX) on their planted cotton acres for that farm.

More Information

For more information on ARC and PLC, visit the <u>ARC and PLC webpage</u> or contact your local <u>USDA Service Center</u>.

Foreign Buyers Notification

The Agricultural Foreign Investment Disclosure Act (AFIDA) requires all foreign owners of U.S. agricultural land to report their holdings to the Secretary of Agriculture. Foreign persons who have purchased or sold agricultural land in the county are required to report the transaction to FSA within 90 days of the closing. Failure to submit the <u>AFIDA form</u> could result in civil penalties of up to 25 percent of the fair market value of the property. County government offices, realtors, attorneys and others involved in real estate transactions are reminded to notify foreign investors of these reporting requirements. The data gained from these disclosures is used in the preparation of periodic reports to the President and Congress concerning the effect of such holdings upon family farms and rural communities. Click <u>here</u> for more information on AFIDA.

Actively Engaged Provisions for Non-Family Joint Operations or Entities

Many Farm Service Agency (FSA) programs require all program participants, either individuals or legal entities, to be "actively engaged in farming." This means participants provide a significant contribution to the farming operation, whether it is capital, land, equipment, active personal labor and/or management. For entities, each partner, stockholder or member with an ownership interest, must contribute active personal labor and/or management to the operation on a regular basis that is identifiable and documentable as well as separate and distinct from contributions of any other member. Members of joint operations must have a share of the profits or losses from the farming operation commensurate with the member's contributions to the operation and must make contributions to the farming operation that are at risk for a loss, with the level of risk being commensurate with the member's claimed share on the farming operation.

Joint operations comprised of non-family members or partners, stockholders or persons with an ownership in the farming operation must meet additional payment eligibility provisions. Joint operations comprised of family members are exempt from these additional requirements. For 2016 and subsequent crop years, non-family joint operations can have one member that may use a significant contribution of active personal management exclusively to meet the requirements to be determined "actively engaged in farming." The person or member will be defined as the farm manager for the purposes of administering these management provisions.

Non-family joint operations may request to add up to two additional managers for their farming operation based on the size and/or complexity of the operation. If additional farm managers are requested and approved, all members who contribute management are required to complete form CCC-902MR, *Management Activity Record*. The farm manager should use the form to record management activities including capital, labor and agronomics, which includes crop selection, planting decisions, acquisition of inputs, crop management and marketing decisions. One form should be used for each month and the farm manager should enter the number of hours of time spent for each activity under the date of the month the actions were completed. The farm manager must also document if each management activity was completed on the farm or remotely.

The records and supporting business documentation must be maintained and timely made available for review by the appropriate FSA reviewing authority, if requested.

If the farm manager fails to meet these requirements, their contribution of active personal management to the farming operation for payment eligibility purposes will be disregarded and their payment eligibility status will be re-determined for the applicable program year.

In some instances, additional persons or members of a non-family member joint operation who meet the definition of farm manager may also be allowed to use such a contribution of active personal management to meet the eligibility requirements. However, under no circumstances may the number of farm managers in a non-family joint operation exceed a total of three in any given crop and program year.

Submit Loan Requests for Financing Early

The Farm Loan team in your County is already working on operating loans for spring 2022 and asks potential borrowers to submit their requests early so they can be timely processed. The farm loan team can help determine which loan programs are best for applicants.

FSA offers a wide range of low-interest loans that can meet the financial needs of any farm operation for just about any purpose. The traditional **farm operating and farm ownership loans** can help large and small farm operations take advantage of early purchasing discounts for spring inputs as well expenses throughout the year.

Microloans are a simplified loan program that will provide up to \$50,000 for both Farm Ownership and Operating Microloans to eligible applicants. These loans, targeted for smaller and non-traditional operations, can be used for operating expenses, starting a new operation, purchasing equipment, and other needs associated with a farming operation. Loans to beginning farmers and members of underserved groups are a priority.

Other types of loans available include:

Marketing Assistance Loans allow producers to use eligible commodities as loan collateral and obtain a 9-month loan while the crop is in storage. These loans provide cash flow to the producer and allow them to market the crop when prices may be more advantageous.

Farm Storage Facility Loans can be used to build permanent structures used to store eligible commodities, for storage and handling trucks, or portable or permanent handling equipment. A variety of structures are eligible under this loan, including bunker silos, grain bins, hay storage structures, and refrigerated structures for vegetables and fruit. A producer may borrow up to \$500,000 per loan.

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, contact your County USDA Service Center or visit <u>fsa.usda.gov/microloans</u>.

Tripling the Impacts of Forest Management on a Landscape Scale

A new conservation collaboration in Central Appalachia is proving that good things really do come in threes. The three-year Eastern Divide Restoration Project is the third in the commonwealth to receive targeted funding through the Joint Chiefs' Landscape Restoration Partnership to integrate treatments on federal, state and private forested lands to support healthy ecosystems and improved water quality.

Over the past five years, the George Washington and Jefferson National Forests have been a focal area for coordinated conservation in the Northern Shenandoah Mountains and biologically rich Upper and Lower Cowpasture watersheds in the headwaters of the Chesapeake Bay. This latest initiative encompasses 2,260,480 acres (3,532 square miles) of public and private lands in Botetourt, Craig, Roanoke, Giles, Bland, Pulaski, Wythe, Tazewell and Montgomery counties.

The NRCS portion will focus on Bland, Botetourt and Wythe counties with a project area that encompasses 440,724 acres in the national forest system and 1,819,756 acres of private lands. This recognized hotspot for biodiversity is home to 56 species of rare, threatened and endangered species and contains four of the main watersheds in Virginia (James, Roanoke, New and Clinch-Powell) as well as 559 miles of cold-water trout habitat.

Agricultural producers and forest landowners interested in participating in this project should call or visit the Wytheville (Bland, Wythe) or Bonsack (Botetourt) offices to confirm their eligibility and submit applications by **April 1, 2022**, to be eligible for \$994,655 in FY2022 funding.

NRCS and the U.S. Forest Service are investing more than \$48 million in 41 projects, including 17 new ones, to improve forest health using available Farm Bill conservation programs and other authorities. We congratulate our partners on a successful collaboration to submit one of the highest-funded projects in 2022 and look forward to continuing to work together to enhance the function of this ecosystem and the resiliency of the landscape. Full project descriptions and information on completed projects are available on the <u>Joint Chiefs'</u> Landscape Restoration Partnership web page.

Selected Interest Rates for February 2022

90-Day Treasury Bill	0.125%
Farm Operating Loans — Direct	2.25%
Farm Ownership Loans — Direct	2.875%
Farm Ownership Loans — Direct Down Payment, Beginning Farmer or Rancher	1.50%

Emergency Loans	3.25%
Farm Storage Facility Loans - (7 years)	1.625%
Commodity Loans 1996-Present	1.375%

Dates to Remember

- 3/1 LIP Application for Payment Deadline for 2021
- 3/11 General CRP Signup Deadline
- 3/15 NAP Application for Coverage Deadline for hemp for 2022
- 3/15 ARC/PLC Election/Enrollment Deadline for 2022
- 3/25 DMC/SMDC Sign-up Deadline for 2022

	TY		
Virginia FSA State Office			
	Rosa Road, Suite 138 Jond, VA_23229		
Phone: 804-287	-1503 Fax: 855 -621-5866		
Office Hours 7:30 a.m 4:30 p.m.			
Dr. Ronald M. Howell, Jr. State Executive Director	Helene McGann Administrative Officer		
Whitney Foster Chief Farm Loan Programs	Allison Goin Chief Farm Programs		

Diane Lenoir-Giles Public Relations/Outreach Specialist