July 2020



United States Department of Agriculture



Farm Service Agency Electronic News Service

NEWSLETTER

GovDelivery

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

- Message from the SED
- Upcoming Events and Workshops
- Nominations Open for the 2020 County Committee Elections
- May Margin Triggers Dairy Margin Coverage Program Payment
- USDA Announces Flexibilities for Producers Filing 'Notice of Loss' for Failed, Prevented Planted Acres
- FSA Reminds Producers of Ongoing Disaster Assistance Program Signup
- USDA Announces Loan Maturity for Marketing Assistance Loans Now Extended to 12 Months
- Reminder to FSA Direct and Guaranteed Borrowers with Real Estate Security
- FSA Offers Joint Financing Option on Direct Farm Ownership Loans
- Sign in/Sign up!
- Rates and Dates

Arkansas FSA Newsletter

Arkansas Farm Service Agency

700 West Capitol, Room 3416 Little Rock, Arkansas 72201 Phone: 501-301-3000 www.fsa.usda.go v/ar

State Committee: Chairman: Ron Chastain

Members:

Gary Churchill, Sarah Dunklin, Nathan Reed, & Vivian Wright

Message from the SED

FSA County Offices are still available to customers by appointment only, until further notice. Please contact your local office to determine whether in-person or phone appointments are available for that location. Our Staff is available to continue helping Producers with program signups, loan servicing and other important actions. Our Staff will also continue to work with our customers by phone, email and by using online tools whenever possible. For Service Center contact information, visit farmers.gov/coronavirus.

Secretary Perdue announced an initial list of additional commodities that have been added to the Coronavirus Food Assistance Program (CFAP) and that USDA made other adjustments to the program based on feedback from producers and organizations and the review of market data. Producers will be able to submit applications that include these commodities on today, Monday, July 13, 2020. FSA is accepting CFAP applications through Aug. 28, 2020, applications for CFAP. USDA expects additional eligible commodities to be announced in the coming weeks. Additional details can be found in the Federal Register in vailability (NOFA) and Final Rule Correction and at www.farmers.gov/cfap.

Also, Due to excessive moisture that occurred Oct. 1, 2019, through June 9, 2020, producers in Little River and Miller Counties may be eligible for emergency loans.

Meeting:

2nd Wednesday and Thursday of each Quarter

State Committee Visit offices.usda.gov to find location and contact information for the nearest FSA county office.

Continue to stay safe.

Until next time...

State Executive Director: David Curtis

Executive Officer:

James Culpepper

Administrative Officer: Sharon Baker

Farm Programs: Terri McManus

Farm Loan Programs: Lori Lavender

Please contact vour local FSA Office for questions specific to your operation or county. To find contact information for your local office go to www.fsa.usda.go v/ar.

Upcoming Events and Workshops

The USDA Arkansas Farm Service Agency (FSA) is committed to educating producers on available programs and loans. FSA representatives will be available at the following workshops and conferences. Producers interested in attending these conferences/workshops should follow the registration or RSVP instructions listed below.

Jul 16th – Money Available from Disaster Programs The University of Arkansas at Pine Bluff (UAPB) is partnering with Arkansas Farm Service Agency and hosting a Virtual meeting on Money Available from Disaster Programs. Tina Carmichael, Agricultural Programs Specialist will present on Coronavirus Food Assistance Program (CFAP). Jason Shook, Agricultural Program Specialist will present on Wildfire and Hurricane Indemnity Program Plus (WHIP+). Rod Woods, Jefferson County Executive Director, will present on County Committee (COC) Elections. Rhonda O'Guinn, Outreach and Communications Specialist will present on FSA Information Resources. This VIRTUAL Conference will be held Thursday, July 16, 2020 beginning at 10:00am. Please join us on Zoom at the following

link: https://pvpanther.zoom.us/j/92904549513?pwd=OFIqNGpWS3docG44djJMYk ZnN3JpZz09. For Additional Information, please contact the University of Arkansas at Pine Bluff, Small Farm Program, at 870.575.7225.

Jul 22th – Arkansas Community Prosperity Virtual Summit The USDA Office of Partnership and Public Engagement is partnering with the University of Arkansas at Pine Bluff (UAPB), Small Farm Program, and hosting a Virtual summit. The Arkansas Community Prosperity Virtual Summit will be held Wednesday, July 22, 2020 from Noon until 4:00pm. Tina Carmichael, Agricultural Programs Specialist will present on Coronavirus Food Assistance Program (CFAP) and Precilla Wade, Farm Loan Officer, will present on Farm Loan Flexibilities. The conference theme is Building Community Resilience: Resources to Address COVID-19 Challenges and Disparities. Please register at the following link: http://srdc.msstate.edu/community-prosperity/arkansas. For information, please contract Belinda Bell, UAPB/USDA Liaison Officer, at 870-575-7241 or belindad.bell@usda.gov.

Nominations Open for the 2020 County Committee Elections

The U.S. Department of Agriculture (USDA) Farm Service Agency (FSA) encourages all farmers, ranchers, and FSA program participants to take part in the your local County Committee election nomination process.

FSA's county committees are a critical component of the day-to-day operations of FSA and allow grassroots input and local administration of federal farm programs.

Committees are comprised of locally elected agricultural producers responsible for the fair and equitable administration of FSA farm programs in their counties. Committee members are accountable to the Secretary of Agriculture. If elected, members become part of a local decision making and farm program delivery process.

A county committee is composed of three to 11 elected members from local administrative areas (LAA). Each member serves a three-year term. One-third of the seats on these committees are open for election each year.

County committees may have an appointed advisor to further represent the local interests of underserved farmers and ranchers. Underserved producers are beginning, women and other minority farmers and ranchers and landowners and/or operators who have limited resources.

All nomination forms for the 2020 election must be postmarked or received in the local USDA Service Center by Aug. 1, 2020 (or next business day). For more information on FSA county committee elections and appointments, refer to the FSA fact sheet: *Eligibility to Vote and Hold Office as a COC Member* available online at: <u>fsa.usda.gov/elections</u>.

May Margin Triggers Dairy Margin Coverage Program Payment

The U.S. Department of Agriculture's Farm Service Agency (FSA) today announced that the May 2020 income over feed cost margin was \$5.37 per hundredweight (cwt.), triggering the third payment of 2020 for dairy producers who purchased the appropriate level of coverage under the <u>Dairy Margin Coverage</u> (DMC) program.

To date, FSA has issued more than \$176 million in program benefits to dairy producers who purchased DMC coverage for 2020.

Authorized by the 2018 Farm Bill, DMC is a voluntary risk management program that offers protection to dairy producers when the difference between the all-milk price and the average feed price (the margin) falls below a certain dollar amount selected by the producer. Over 13,000 operations enrolled in the program for the 2020 calendar year.

Although DMC enrollment for 2020 coverage has closed, signup for 2021 coverage will begin October 13 and will run through December 11, 2020.

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, visit <u>farmers.gov DMC webpage</u> or contact your local USDA Service Center. To locate your local FSA office, visit <u>farmers.gov/service-center-locator</u>.

USDA Announces Flexibilities for Producers Filing 'Notice of Loss' for Failed, Prevented Planted Acres

The U.S. Department of Agriculture (USDA) is providing additional flexibilities for producers to file on acres with failed crops or crops that were prevented from planting because of extreme weather events. USDA's Farm Service Agency (FSA) is adding these flexibilities for *Notice of Loss* on both insured and uninsured crops to enable Service Centers to best assist producers.

Filing for Prevented Planted Acres

For insured crops, producers who timely filed a prevented planted claim with the reinsurance company but filed a *Notice of Loss* (CCC-576) form after the deadline will be considered timely filed for FSA

purposes. FSA can use data from the Risk Management Agency (RMA) for accepting the report of prevented planting with FSA. If the information is not available through RMA, the producer may also provide proper evidence to FSA that the prevented planted claim was timely filed with the reinsurance company.

For uninsured crops, producers may start a *Notice of Loss* (CCC-576) by calling their FSA county office, or they may print and complete the *Notice of Loss* (<u>CCC-576</u>) form from home and send to their county office. For prevented planted acreage, *Notice of Loss* forms mailed to the FSA office must be postmarked by the final acreage reporting date in the county to be considered timely filed. For all prevented planted cases, the *Report of Acreage* (FSA-578) form and the completed and signed *Notice of Loss* (CCC-576) **must** be filed by the applicable acreage reporting date.

Filing for Failed Acres

For failed acreage of uninsured crops, the *Notice of Loss* (CCC-576) must be completed, signed and verified before the disposition of the crop.

When to File a 'Notice of Loss'

A *Notice of Loss* cannot be filed for a crop before the final planting date, but it can be filed before completing the crop acreage report.

More Information

Producers who miss FSA's <u>July 15 acreage reporting deadline</u> will not face a late filing fee if filed within a month of the deadline.

For questions, please contact your FSA county office. To locate your FSA county office at your Service Center, visit <u>farmers.gov/service-center-locator</u>.

FSA Reminds Producers of Ongoing Disaster Assistance Program Signup

The U.S. Department of Agriculture (USDA) has started making payments through the Wildfire and Hurricane Indemnity Program – Plus (WHIP+) to agricultural producers who suffered eligible losses because of drought or excess moisture in 2018 and 2019. Signup for these causes of loss opened March 23, and producers who suffered losses from drought (in counties designated D3 or above), excess moisture, hurricanes, floods, tornadoes, typhoons, volcanic activity, snowstorms or wildfires can still apply for assistance through WHIP+.

To be eligible for WHIP+, producers must have suffered losses of certain crops, trees, bushes or vines in counties with a Presidential Emergency Disaster Declaration or a Secretarial Disaster Designation (primary counties only) for qualifying natural disaster events that occurred in calendar years 2018 or 2019. Also, losses located in a county not designated by the Secretary as a primary county may be eligible if a producer provides documentation showing that the loss was due to a qualifying natural disaster event.

For losses due to drought, a producer is eligible if any area of the county in which the loss occurred was rated D3, or extreme drought, or higher on the U.S. Drought Monitor during calendar years 2018 or 2019. Producers who suffered losses should contact their FSA county office.

In addition to the recently added eligible losses of drought and excess moisture, FSA will implement a WHIP+ provision for crop quality loss that resulted in price deductions or penalties when marketing crops damaged by eligible disaster events. To ensure an effective program for all impacted farmers, the Agency is currently gathering information on the extent of quality loss from producers and stakeholder organizations.

USDA Service Centers, including FSA county offices, are open for business by phone only, and field work will continue with appropriate social distancing. While program delivery staff will continue to come into the office, they will be working with producers by phone and using online tools whenever possible. All Service Center visitors wishing to conduct business with the FSA, Natural Resources Conservation Service or any other Service Center agency are required to call their Service Center to schedule a phone appointment. More information on Service Centers can be found at <u>farmers.gov/coronavirus</u>, and more information on WHIP+ can be found at farmers.gov/whip-plus.

USDA Announces Loan Maturity for Marketing Assistance Loans Now Extended to 12 Months

Agricultural producers now have more time to repay Marketing Assistance Loans (MAL) as part of the U.S. Department of Agriculture's implementation of the Coronavirus Aid, Relief, and Economic Security (CARES) Act of 2020. The loans now mature at 12 months rather than nine, and this flexibility is available for most commodities.

Effective immediately, producers of eligible commodities now have up to 12 months to repay their commodity loans. The maturity extension applies to nonrecourse loans for crop years 2018, 2019 and 2020. Eligible open loans must in good standing with a maturity date of March 31, 2020, or later or new crop year (2019 or 2020) loans requested by September 30, 2020. All new loans requested by September 30, 2020, will have a maturity date 12 months following the date of approval.

The maturity extension for current, active loans will be automatically extended an additional 3 months. Loans that matured March 31 have already been automatically extended by USDA's Farm Service Agency (FSA). Producers who prefer a nine-month loan will need to contact their local FSA county office. Loans requested after September 30, 2020, will have a term of nine months.

Eligible commodities include barley, chickpeas (small and large), corn, cotton (upland and extra-long staple), dry peas, grain sorghum, honey, lentils, mohair, oats, peanuts, rice (long and medium grain), soybeans, unshorn pelts, wheat, wool (graded and nongraded); and other oilseeds, including canola, crambe, flaxseed, mustard seed, rapeseed, safflower, sunflower seed, and sesame seed. Seed cotton and sugar are not eligible.

About MALs

Placing commodities under loan provides producers interim financing to meet cash flow needs without having to sell their commodities when market prices are low and allows producers to store production for more orderly marketing of commodities throughout the year.

These loans are considered nonrecourse because the commodity is pledged as loan collateral, and producers have the option of delivering the pledged collateral to the Commodity Credit Corporation (CCC) for repayment of the outstanding loan at maturity.

MAL Repayment

Under the new maturity provisions, producers can still repay the loan as they would have before the extension:

- repay the MAL on or before the maturity date;
- upon maturity by delivering or forfeiting the commodity to CCC as loan repayment; or
- after maturity and before CCC acquires the farm-stored commodity by repaying the outstanding MAL principle and interest.

Marketing Loan Gains

A Marketing Loan Gain occurs when a MAL is repaid at less than the loan principal. If market gain is applicable during the now-extended loan period, producers can receive a gain on the repayment made before the loan matures.

For more information on MALs, contact the nearest FSA county office. USDA Service Centers, including FSA county offices, are open for business by phone appointment only, and field work will continue with appropriate social distancing. While program delivery staff will continue to come into the office, they will be working with producers by phone and using online tools whenever possible. All Service Center visitors wishing to conduct business with the FSA, Natural Resources Conservation Service, or any other Service Center agency are required to call their Service Center to schedule a phone appointment. More information can be found at <u>farmers.gov/coronavirus</u>.

Reminder to FSA Direct and Guaranteed Borrowers with Real Estate Security

Farm Service Agency would like to remind farm loan borrowers who have pledged real estate as security for their loans, of key items for maintaining loan collateral. It is required that borrowers must obtain prior consent, or approval, by either FSA, for direct loans, or by a guaranteed lender, for any transaction affecting real estate security. Examples of these transactions include, but are not limited to:

- Leases of any kind;
- Easements of any kind;
- Subordinations;
- Partial releases, and
- Sales

Failure to meet or follow the requirements set forth 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 <u>Your FSA Farm Loan Compass</u>.

FSA Offers Joint Financing Option on Direct Farm Ownership Loans

The USDA Farm Service Agency's (FSA) <u>Direct Farm Ownership loans</u> are a resource to help farmers and ranchers become owner-operators of family farms, improve and expand current operations, increase agricultural productivity, and assist with land tenure to save farmland for future generations.

Depending on the applicant's needs, there are three types of Direct Farm Ownership Loans: regular, down payment and joint financing. FSA also offers a <u>Direct Farm Ownership Microloan</u> option for smaller financial needs up to \$50,000.

Joint financing allows FSA to provide more farmers and ranchers with access to capital. FSA lends up to 50 percent of the total amount financed. A commercial lender, a State program or the seller of the property being purchased, provides the balance of loan funds, with or without an FSA guarantee. The maximum loan amount for a Joint Financing loan is \$600,000 and the repayment period for the loan is up to 40 years.

To be eligible, the operation must be an eligible farm enterprise. Farm Ownership loan funds cannot be used to finance nonfarm enterprises and all applicants must be able to meet general eligibility requirements. Loan applicants are also required to have participated in the business operations of a farm or ranch for at least three years out of the 10 years prior to the date the application is submitted.

The applicant must show documentation that their participation in the business operation of the farm or ranch was not solely as a laborer.

For more information about FSA Loan programs, contact your local FSA office or visit <u>fsa.usda.gov</u>. To find your local FSA office, visit <u>offices.usda.gov</u>.

Sign in/Sign up!

Farmers, ranchers and agricultural producers have new online options to access U.S. Department of Agriculture (USDA) programs. Through USDA's new streamlined process, producers doing business **as an individual** can now register, track and manage their applications for the Market Facilitation Program (MFP) on the secure and convenient <u>farmers.gov</u>. Producers doing business as an individual first need to sign up for the Level 2 eAuthentication access. Currently USDA eAuthentication does not have the mechanism to issue accounts to businesses, corporations, other entities or for anyone acting on behalf of another individual or entity.

- Step 1: Create and online account at <u>www.eauth.usda.gov</u>
- Step 2: Complete identity verification by either using the online self-service identity verification method or by completing the identity verification in-person at your USDA Service Center.
- Step 3: You're enrolled
- Step 4: Contact your local USDA Service Center to have your new Level 2 account linked with your USDA customer record
- Step 5: You're ready to Log In

Or go to your local USDA Service Center and our supportive staff will help you sign up for Level 2 Access right in the office! They will get you online so you can create an online account at <u>farmers.gov/sign-in</u>. You'll complete identity verification right on the spot. You're enrolled! Users with a secure Level 2 eAuthentication ID linked to their USDA customer record can apply for select USDA programs, view and print farm maps and farm records data. Enrolling is easy! Visit <u>farmers.gov/sign-in</u> to learn more.

To locate a service center near you or use online services not requiring eAuthentication access, visit <u>farmers.gov</u>. For technical assistance, call the eAuthentication help desk at 1-800-457-3642.

Rates and Dates

			Dates to Remember
Selected Interest Rates for		06/15/20	COC Election Nomination Period begins
July 2020			
90-Day Treasury Bill	0.125		Spring seeded acreage reporting deadline
Farm Operating Loans —	1 3 7 5	UX/UI//U	
Direct	1.375		Last day to file Nominations
Farm Ownership Loans —	0.050		Forms
Direct .	2.250		Deadline for CFAP assistance
Farm Ownership Loans —	1.500	l	Election Ballata mailed to Elizible
Direct Down Payment, Be-		11/02/20	Election Ballots mailed to Eligible Voters
ginning Farmer or Rancher			Last day to roturn Election Pal
Emergency Loans	2.375	12/07/20	lots
		01/01/01	Newly Elected COC Members
Farm Storage Facility Loans	01/01/21	take Óffice	
(5 years)	.375		
Farm Storage Facility Loans	.875	1	
(12 years)			
Commodity Loans 1996-	1.125	┣───	
Present	1.125		

Persons with disabilities who require accommodations to attend or participate in this meeting/function/event should contact their local County Executive Director or Rhonda O'Guinn at 501-301-3018, (TDD# or Federal Relay Service at 1-800-877-8339, and <u>rhonda.oguinn@usda.gov</u>).

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).