

Wisconsin Farm Service Agency- August, 2024

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Dates to Remember

August 13 -15, 2024: Wisconsin Farm Technology Days

August 14, 2024: Deadline for producers to apply for the ERP for 2022 Natural Disasters

August 15, 2024: Acreage Reporting deadline for beans (all types other than dark red kidney and light red kidney), Cabbage, Cucumbers

September 2, 2024: USDA Service Centers closed in observance of Labor Day.

September 30, 2024: Acreage reporting deadline for value-loss and controlled environment crops (except nursery) for the ensuing crop year.

USDA Offers Disaster Assistance to Agricultural Producers in Wisconsin Impacted by Tornadoes and Flooding

Agricultural operations in Wisconsin have been significantly impacted by recent tornadoes and flooding. The U.S. Department of Agriculture (USDA) has technical and financial assistance available to help farmers and livestock producers recover from these adverse weather events. Impacted producers should contact their local USDA Service Center to report losses and learn more about program options available to assist in their recovery from crop, land, infrastructure, and livestock losses and damages.

USDA Disaster Assistance

Producers who experience livestock deaths in excess of normal mortality or sell injured livestock at a reduced price may be eligible for the <u>Livestock Indemnity Program</u> (LIP). To participate in LIP, producers will have to provide acceptable documentation of death losses or evidence of reduced sales resulting from an eligible adverse weather event and must submit a notice of loss to the USDA Farm Service Agency (FSA). The LIP payment application and notice of loss deadline is March 3, 2025, for 2024 calendar year losses. Livestock producers who experience losses related to tornadoes should check with their local FSA office for LIP eligibility criteria.

Meanwhile, the Emergency Assistance for Livestock, Honeybees, and Farm-Raised Fish Program (ELAP) provides eligible producers with compensation for feed and grazing losses. For ELAP, producers are required to complete a notice of loss and a payment application with their local FSA office no later than the annual program application deadline, Jan. 30, 2025, for 2024 calendar year losses.

Additionally, eligible orchardists and nursery tree growers may be eligible for cost-share assistance through the Tree Assistance Program (TAP) to replant or rehabilitate eligible trees, bushes or vines. TAP complements the NAP) or crop insurance coverage, which covers the crop but not the plants or trees in all cases. For TAP, a program application must be filed within 90 days of the disaster event or the date when the loss of the trees, bushes or vines is apparent.

FSA also offers a variety of direct and guaranteed <u>farm loans</u>, including operating and emergency farm loans, to producers unable to secure commercial financing. Producers in counties with a primary or contiguous disaster designation may be eligible for low interest <u>emergency loans</u> to help them recover from production and physical losses. Loans can help producers replace essential property, purchase

inputs like livestock, equipment, feed and seed, cover family living expenses or refinance farm-related debts and other needs.

Additionally, FSA offers several loan servicing options available for borrowers who are unable to make scheduled payments on their farm loan programs debt to the agency because of reasons beyond their control.

The <u>Farm Storage Facility Loan Program</u> (FSFL) provides low-interest financing so producers can build, repair, replace or upgrade facilities to store commodities. Loan terms vary from three to 12 years. Producers who incurred damage to or loss of their equipment or infrastructure funded by the FSFL program should contact their insurance agent and their local USDA Service Center. Producers in need of on-farm storage should also contact USDA.

Risk Management

Producers who have risk protection through <u>Federal Crop Insurance</u> or FSA's <u>NAP</u> should report crop damage to their crop insurance agent or FSA office. If they have crop insurance, producers should provide a notice of loss to their agent within 72 hours of initial discovery of damage and follow up in writing within 15 days.

For NAP covered crops, a <u>Notice of Loss (CCC-576)</u> must be filed within 15 days of the loss becoming apparent, except for hand-harvested crops, which should be reported within 72 hours.

Conservation

FSA's <u>Emergency Conservation Program</u> (ECP) and <u>Emergency Forest Restoration Program</u> (EFRP) can assist landowners and forest stewards with financial and technical assistance to restore fencing, damaged farmland or forests, and remove debris from feed stocks, water supplies and feeding areas.

USDA's Natural Resources Conservation Service (NRCS) is always available to provide technical assistance during the recovery process by assisting producers to plan and implement conservation practices on farms and working forests impacted by natural disasters. The Environmental Quality Incentives Program (EQIP) can help producers plan and implement conservation practices on land impacted by natural disasters.

Assistance for Communities

Additional NRCS programs include the <u>Emergency Watershed Protection</u> (EWP) program, which assists local government sponsors with the cost of addressing watershed impairments or hazards such as debris removal and streambank stabilization.

The EWP Program is a recovery effort aimed at relieving imminent hazards to life and property caused by floods, fires, windstorms and other natural disasters. All

projects must have an eligible project sponsor. NRCS may bear up to 75% of the eligible construction cost of emergency measures (90% within county-wide limited-resource areas as identified by the U.S. Census data). The remaining costs must come from local sources and can be in the form of cash or in-kind services.

EWP is designed for installation of recovery measures to safeguard life and property as a result of a natural disaster. Threats that the EWP Program addresses are termed watershed impairments. These include, but are not limited to:

- Debris-clogged waterways.
- Unstable streambanks.
- Severe erosion jeopardizing public infrastructure.
- Wind-borne debris removal.

Eligible sponsors include cities, counties, towns or any federally recognized Native American tribe or tribal organization. Sponsors must submit a formal request (by mail or email) to the NRCS state conservationist for assistance within 60 days of the natural disaster occurrence or 60 days from the date when access to the sites become available. For more information, sponsors should contact their <u>local NRCS office</u>.

More Information

Additional USDA disaster assistance information can be found on farmers.gov, including USDA resources specifically for producers impacted by tornadoes and flooding. Those resources include the Disaster-at-a-Glance fact sheet and Loan Assistance Tool. Additionally, FarmRaise offers an FSA educational hub with LIP and ELAP decision tools as well as farm loan resource videos. For FSA and NRCS programs, producers should contact their local USDA Service Center. For assistance with a crop insurance claim, producers and landowners should contact their crop insurance agent.

Current Farm Loan Interest Rates

Current loan rates as of August 1, 2024.

Please visit the Farm Loan Program webpage for more information.

Farm Loan Interest Rates:

Farm Operating - Direct	5.375%
Farm Operating - Microloan	5.375%
Farm Ownership - Direct	5.625%
Farm Ownership - Microloan	5.625%

Farm Ownership - Direct, Joint Financing 3.625% Farm Ownership - Down Payment 1.625% Emergency - Amount of Actual Loss 3.750%

Farm Storage Facility Loans (FSFL):

3-year FSFL	4.375%
5-year FSFL	4.250%
7-year FSFL	4.250%
10-year FSFL	4.250%
12-year FSFL	4.375%

USDA Announces August 14 Application Deadline for Emergency Relief Program Assistance for Commodity and Specialty Crop Producers Impacted by 2022 Natural Disasters

The U.S. Department of Agriculture (USDA) announced the deadline for commodity and specialty crop producers to apply for the Emergency Relief Program (ERP) for 2022 natural disaster losses is **Aug. 14, 2024**. USDA's Farm Service Agency (FSA) began accepting ERP 2022 applications in October 2023.

Background

Through the Disaster Relief Supplemental Appropriations Act, 2023 (P.L. 117-328) Congress allocated \$3.2 billion in funding to cover an estimated \$10 billion in uncovered crop losses.

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 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.

In fall 2023, FSA began issuing pre-filled ERP 2022 Track 1 application forms to producers who had crop insurance and NAP data already on file with USDA. Receipt of a pre-filled application is not confirmation that a producer is eligible to receive an ERP 2022 Track 1 payment.

ERP 2022 Application Process – Track 2

Track 2 is a revenue-based certification program designed to assist 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.

It's important to note that disaster-impacted producers may be eligible for ERP 2022 assistance under one or both tracks (ERP 2022 Track 1 and Track 2). 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.

Additional Required Forms

For both ERP 2022 tracks, all producers must have certain required forms on file with FSA within 60 days of the Aug. 14 application deadline. If not already on file, producers can update, complete and submit required forms to FSA by Tuesday, Oct. 15, 2024.

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.
- Note: Currently, there is a Federal court injunction that prohibits USDA from "making or increasing payments, or providing any additional relief, based on its 'socially disadvantaged farmer or rancher' designation" under ERP 2022. This may impact certain payments.
- 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 FSA's <u>Emergency Relief webpage</u>, in the <u>ERP Track 1</u> and <u>ERP Track 2</u> fact sheets and through the FSA at your local <u>USDA Service Center</u>.

Partnerships for Climate-Smart Commodities by State: Creating Market Opportunities, Delivering Climate Solutions

USDA's Partnerships for Climate-Smart Commodities effort is expanding markets for America's climate-smart commodities, leveraging the greenhouse gas benefits of climate-smart commodity production, and providing direct, meaningful benefits to production agriculture, including for small and underserved producers. Learn more about expanded markets, premiums and incentives for producing climate-smart

commodities as well as cost share and technical assistance to implement climatesmart practices.

Find a project near you and get started today!

Ask The Expert: A Q&A with Dr. Julie Gauthier about Avian Influenza, Dairy Cows, and the Importance of Testing

The USDA's Animal and Plant Health Inspection Service (APHIS) has confirmed the detection of Highly Pathogenic Avian Influenza, subtype H5N1, in dairy cattle in 12 states. To protect our livestock industry from the threat posed by H5N1, USDA is taking a number of actions with our federal partners—one of them being a significant update to the Emergency Assistance for Livestock, Honeybees, and Farm-raised Fish Program (ELAP).

Those of you who incur milk losses in their dairy herds due to H5N1 can now apply for financial assistance through ELAP. USDA's Farm Service Agency (FSA) expanded ELAP policy through the rule-making process; this expansion assists with financial losses resulting from reduced milk production when cows are removed from commercial milking in dairy herds with a confirmed positive H5N1 test. Positive tests must be confirmed through APHIS's National Veterinary Services Laboratories (NVSL).

So, in this Ask the Expert, Dr. Julie Gauthier – Executive Director of Veterinary Services' Field Operations and Policy Liaison for the dairy cattle HPAI response, answers questions about H5N1 in the United States, its current effects in our dairy industry, and the process and importance of testing your cows to help protect them, your operation, and the dairy industry as a whole. Read full interview here.

USDA Announces Changes to Enhanced Coverage Option Insurance Program

The U.S. Department of Agriculture (USDA) announced changes to the Enhanced Coverage Option (ECO) beginning with the 2025 crop year. USDA's Risk Management Agency (RMA) is expanding coverage options to additional crops as well as increasing premium support to make the policy more affordable for producers.

ECO is currently approved for 36 crops and RMA is expanding coverage options to almonds, apples, blueberries, grapes, and walnuts for the 2025 crop year and to

citrus crops where the Supplemental Coverage Option is currently available in California and Arizona for the 2026 crop year.

Additionally, RMA is increasing premium support for all crops covered by ECO to 65% to make the policy more affordable.

ECO provides additional area-based coverage for a portion of a producer's underlying crop insurance policy deductible. ECO can be purchased as an endorsement to Yield Protection, Revenue Protection, Revenue Protection with the Harvest Price Exclusion or Actual Production History. ECO offers producers a choice of 90 or 95% trigger levels. Trigger is the percentage of expected yield or revenue at which a loss becomes payable.

ECO coverage is unaffected by participation in USDA's Farm Service Agency's (FSA) Agriculture Risk Coverage program for the same crop, on the same acres. Producers may select ECO regardless of FSA farm program election.

Crop insurance is sold and delivered solely through private crop insurance agents. A list of crop insurance agents is available at all USDA Service Centers and online at the RMA Agent Locator. Producers can learn more about crop insurance and the modern farm safety net at rma.usda.gov or by contacting their RMA Regional Office.

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