



**2014 Farm Bill
February 2016**

Agricultural Risk Coverage & Price Loss Coverage

Basic Provisions



Agricultural Risk Coverage (ARC) Overview

- ARC program offers “**Revenue**” loss coverage for selected covered commodities

Two Options under ARC program

- **ARC-CO**: County Level Loss Coverage
- **ARC-IC**: Individual Level Loss Coverage

ARC-CO Overview

- ARC-County:
 - protects against crop **revenue shortfalls**
 - price **and/or** production declines per covered commodity
 - at the “**COUNTY**” level

ARC-IC Overview

- ARC-Individual Coverage:
 - protects against crop **revenue shortfalls**
 - price **and/or** Production declines across
 - **ALL** covered commodities planted at the “**Farm**” level across **ALL** farms enrolled in ARC-IC in the STATE

Price Loss Coverage (PLC) Overview

- Provides an income safety net when prices of covered commodities are below “reference” prices set by statute (**Price Protection**)
- Decline in “production” is NOT covered under PLC

Covered Commodities

21 Covered Commodities		
Barley	Canola	Corn
Crambe	Flaxseed	Garbanzo, Large
Garbanzo, Small	Grain Sorghum	Lentils
Mustard Seed	Oats	Peanuts
Peas, Dry	Rapeseed	Rice, Long Grain
Rice, Medium Grain	Safflowers	Sesame Seed
Soybeans	Sunflower Seed	Wheat

NOTES: Cotton is NOT a Covered Commodity under the 2014 Ag Act
ARCPLC-7 provides “types” and “intend uses”

ARC-PLC WEB Site

- Access the ARC-PLC information at:

<http://www.fsa.usda.gov/FSA/>

NAP

Noninsured Crop Disaster Assistance Program

Eligible Crops

Any commercial agricultural crop (excluding livestock and their by-products), commodity, or acreage of a commodity grown for food or fiber, and commercial or industrial crops for which CAT or additional coverage (non-pilot) is not available

Eligible Crops (Continued)

- crops grown for food
- crops planted and grown for livestock consumption
- crops grown for fiber, excluding trees grown for timber, lumber, or paper

Eligible Crops (Continued)

- aquaculture species, including ornamental (tropical) fish
- floriculture crops
- ornamental nursery (including propagation stock)
- Christmas tree crops/commodities

Eligible Crops (Continued)

- turfgrass sod
- Biomass crops
- seed crops/commodities

Eligible Producer

A producer is an owner, operator, landlord, tenant, or sharecropper, who both:

- shares in the risk of producing a crop and
- is entitled to share in the crop available for marketing from the unit, or would have shared had the crop been produced



Statutory Changes with 2014 Farm Act



Buy-Up Coverage

In addition to CAT-level coverage, NAP will offer buy-up coverage for the 2015 through 2018 crop years

Crops and grasses intended for grazing are excluded from buy-up coverage

Buy-Up Coverage (Continued)

Buy-up coverage levels:

Yield Level	Price Level
50%	100%
55%	100%
60%	100%
65%	100%

Service Fee & Premium

FSA will waive NAP service fees and reduce buy-up premiums by 50% for:

- Beginning farmers (BF)
- Limited resource farmers (LR)
- Socially disadvantaged farmers (SDA)

Conservation Reserve Program

- CRP is a federally-funded voluntary program that contracts with agricultural producers so that environmentally sensitive agricultural land is not farmed or ranched, but instead used for conservation benefits.

Conservation Reserve Program

- CRP participants establish long-term, resource-conserving plant species, such as approved grasses or trees (known as “covers”) to control soil erosion, improve water quality and develop wildlife habitat.

Conservation Reserve Program

- In return, FSA provides participants with rental payments and cost-share assistance. Contract duration is between 10 and 15 years.

CRP CONTINUOUS ENROLLMENT

- producers at any time can participate in CRP continuous enrollment period, in which producers can enroll the most environmentally sensitive land. More information on CRP continuous enrollment is available in the FSA fact sheet, “Conservation Reserve Program Continuous Sign-Up” located at http://www.fsa.usda.gov/Assets/USDA-FSA-Public/usdfiles/FactSheets/2015/crp_continuous_sign_up_november_2015.pdf.

Other Programs

- Margin Protection Program-Dairy
- Marketing Assistance Loans
- Disaster Programs
 - * Livestock Feed Program
 - * Emergency Conservation Program
 - * Livestock Indemnity Program

Thank You!

- QUESTIONS ???