

# U.S. DEPARTMENT OF AGRICULTURE

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# **Keeping Livestock Inventory Records**

Livestock inventory records are necessary in the event of a natural disaster, so remember to keep them updated.

When disasters strike, the USDA Farm Service Agency (FSA) can help you if you've suffered excessive livestock death losses and grazing or feed losses due to eligible natural disasters.



To participate in livestock disaster assistance programs, you'll be required to provide verifiable documentation of death losses resulting from an eligible adverse weather event and must submit a notice of loss to your local FSA office within 30 calendar days of when the loss of livestock is apparent. For grazing or feed losses, you must submit a notice of loss to your local FSA office within 30 calendar days of when the loss is apparent and should maintain documentation and receipts.

You should record all pertinent information regarding livestock inventory records including:

- Documentation of the number, kind, type, and weight range of livestock
- Beginning inventory supported by birth recordings or purchase receipts.

For more information on documentation requirements, contact your Lincoln County USDA Service Center at 307-886-9001 or visit <u>fsa.usda.gov</u>.

# **USDA Announces Grassland Conservation Reserve Program Signups for 2023**

The U.S. Department of Agriculture (USDA) announced that agricultural producers and private landowners can begin applying for the Grassland Conservation Reserve Program (CRP) signup starting **April 17 through May 26, 2023.** Among CRP enrollment opportunities, Grassland CRP is unique as a *working lands program*, allowing producers and landowners to continue grazing and haying practices while protecting grasslands and promoting plant and animal biodiversity and conservation.

"Grassland CRP clearly demonstrates that agricultural productivity and conservation priorities not only have the capacity to coexist, but also complement and enhance one another," said William Bunce, FSA State Executive Director in Wyoming. "The strength of this program lies in its many benefits – it provides strong wildlife habitat, helps grasslands sequester large amounts of carbon, and supports sound sustainable grazing to keep the land in production rather than susceptible to growing development."

Protecting grasslands with CRP not only benefits participants with annual rental payments and cost share assistance; it also contributes positively to the economy of many regions, builds biodiversity, and provides important carbon sequestration benefits to deliver lasting climate outcomes.

Additionally, this year FSA is offering a new Habitat Lease through the Grassland CRP signup. This new program will provide another option for Wyoming ranchers and producers who wish to participate in the <a href="USDA-Wyoming Big Game Conservation Partnership Pilot">USDA-Wyoming Big Game Conservation Partnership Pilot</a>. As part of this Habitat Lease pilot, USDA has developed special guidance that allows better compatibility between USDA programs, enabling producers to stack different Farm Bill program benefits in new and innovative ways that may fit their specific requirements.

More than 3.1 million acres were accepted through the 2022 Grassland CRP signup from agricultural producers and private landowners. That signup—the highest ever for the program—reflects the continued success and value of investments in voluntary, producer-led, working lands conservation programs. The current total participation in Grassland CRP is 6.3 million acres, which is part of the 23 million acres enrolled in CRP opportunities overall.

Since 2021, the USDA's Farm Service Agency (FSA), which administers all CRP programs, has made several improvements to Grassland CRP to broaden the program's reach, including:

- Creating two <u>National Priority Zones</u> to put focus on environmentally sensitive land such as that prone
  to wind erosion.
  - Enhancing offers with 10 additional ranking points to producers and landowners who are historically underserved, including beginning farmers and military veterans.
  - Leveraging the <u>Conservation Reserve Enhancement Program</u> (CREP) to engage historically underserved communities within Tribal Nations in the Great Plains.

#### How to Sign Up for Grassland CRP

Landowners and producers interested in Grassland CRP, or any other CRP enrollment option, should contact their local USDA Service Center to learn more or to apply for the program before the deadlines.

Producers with expiring CRP acres can enroll in the Transition Incentives Program (TIP), which incentivizes producers who sell or enter a long-term lease with a beginning, veteran, or socially disadvantaged farmer or rancher who plans to sustainably farm or ranch the land.

#### Other CRP Signups

General CRP signup was open from Feb. 27 through April 7. The program 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. Additionally, General CRP includes a Climate-Smart Practice Incentive to increase carbon sequestration and reduce greenhouse gas emissions by helping producers and landowners establish trees and permanent grasses, enhance wildlife habitat, and restore wetlands.

Under <u>Continuous CRP</u>, producers and landowners can enroll throughout the year. Offers are automatically accepted provided the producer and land meet the eligibility requirements and the enrollment levels do not exceed the statutory cap. The Climate-Smart Practice Incentive is also available in the Continuous signup.

FSA offers several additional enrollment opportunities within Continuous CRP, including the State Acres for Wildlife Enhancement (SAFE) Initiative, the Farmable Wetlands Program (FWP), and the Conservation Reserve Enhancement Program (CREP). Also available is the Clean Lakes Estuaries and Rivers (CLEAR30) Initiative, originally piloted in twelve states but has been expanded nationwide, that allows producers and landowners to enroll in 30-year CRP contracts for water quality practices.

#### **More Information**

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 touches the lives of all Americans each day in so many positive ways. Under the Biden-Harris administration, USDA is transforming America's food system with a greater focus on more resilient local and regional food production, fairer markets for all producers, ensuring access to safe, healthy and nutritious food in all communities, building new markets and streams of income for farmers and producers using climate smart food and forestry practices, making historic investments in infrastructure and clean energy capabilities in rural America, and committing to equity across the Department by removing systemic barriers and building a workforce more representative of America. To learn more, visit usda.gov.

# NRCS Refines Nutrient Management Strategies to Improve Conservation Outcomes

For decades, the Natural Resources Conservation Service (NRCS) has supported producers and landowners in addressing their nutrient management and water quality concerns. We continue to refine our strategies as we learn more, including from data in a recent report on cropland conservation outcomes from our Conservation Effects Assessment Project.



This report showed that despite many wins in conservation outcomes, there was an increase in soluble nitrogen and phosphorus lost to the environment nationally over a ten-year period. This increase was due to many factors, including changing trends in production, climate, and technology. Preventing nutrients from fertilizers and other sources from entering local waters ensures that they can be utilized by crops and benefits both water quality and farmer finances.

These findings can help NRCS more effectively support farmers nationwide by refining applied conservation to address site-specific risk for nutrient losses. In 2022, we developed a strategic operational plan to address these changing trends, enhancing our existing nutrient management conservation efforts. This plan includes promoting SMART Nutrient Management planning and highlighting the importance of comprehensive, site-specific assessment of nutrient loss risks.

The plan also includes several science-based nutrient management and water quality strategies for improving conservation outcomes, and NRCS continues to move this work forward. To date NRCS has:

- Updated how producers can be paid for utilizing nutrient management related practices. NRCS has allowed payments to producers for soil, source nutrient, and water testing. Testing is key to determine the proper rate of nutrient application. NRCS has also created new payment scenarios to more closely align with the technology that farmers are encouraged to adopt, including enhanced efficiency fertilizers and precision application technology, which can help ensure nutrients are available at the right time, the right rate and in the right place.
- Initiated development of a new mapping tool to help conservation planners identify areas on the land
  that can be more sensitive to nutrient loss. The Sensitive Area Analysis Tool uses soil survey data to
  show the areas of a field at risk for nutrient loss that can benefit from site-specific nutrient
  management plans and other practices that can help mitigate nutrient losses. The tool will be
  available for use in early 2023. Ask NRCS at your local USDA Service Center for details.
- Updated manure testing protocols through an agreement with the University of Minnesota (Recommended Methods of Manure Analysis, Second Edition). These new testing protocols for manure testing take management practices into account and deliver more accurate values specific to the farm. These protocols will be used to update NRCS nutrient management policy including laboratory testing procedures and determination of accredited laboratories.
- Led an effort to create four new, long-term assessments to better understand the importance of legacy (historical) sources of nutrients, such as phosphorus and nitrate, as well as sediment. Effective conservation options for addressing legacy sources are being evaluated. For example, NRCS is

supporting a stakeholder-driven study of a perennial grass buffer to enhance plant uptake of legacy nutrients, reduce losses and improve on-farm nutrient cycling. These and many other efforts are continuing in 2023 and beyond.

The Inflation Reduction Act is providing NRCS with an additional \$19.5 billion over the next four years to help support climate-smart agricultural practices, including flexibilities, and expanding partnerships to support the development and implementation of nutrient management plans. NRCS will keep partners and producers informed as we make further improvements and updates.

# **Disaster Assistance Available for Livestock Losses**

The Livestock Indemnity Program (LIP) provides assistance to you for livestock deaths in excess of normal mortality caused by adverse weather, disease and attacks by animals reintroduced into the wild by the federal government or protected by federal law.

For disease losses, FSA county committees can accept veterinarian certifications that livestock deaths were directly related to adverse weather and unpreventable through good animal husbandry and management.

For 2023 livestock losses, you must file a notice within 30 calendar days of when the loss is first apparent. You then must provide the following supporting documentation to your local FSA office no later than 60 calendar days after the end of the calendar year in which the eligible loss condition occurred.

- Proof of death documentation
- Copy of grower's contracts
- Proof of normal mortality documentation

USDA has established normal mortality rates for each type and weight range of eligible livestock, i.e. Adult Beef Cow = 2% and Non-Adult Beef Cattle (less than 400 pounds) = 4.3%. These established percentages reflect losses that are considered expected or typical under "normal" conditions.

In addition to filing a notice of loss, you must also submit an application for payment by March 1, 2024.

For more information, contact the Lincoln County USDA Service Center at 307-886-9001 or visit fsa.usda.gov.

# **USDA Announces Additional Assistance for Distressed Farmers Facing Financial Risk**

The U.S. Department of Agriculture (USDA) today announced that beginning in April it will provide approximately \$123 million in additional, automatic financial assistance for qualifying farm loan program borrowers who are facing financial risk, as part of the \$3.1 billion to help distressed farm loan borrowers that was provided through Section 22006 of the Inflation Reduction Act (IRA). The announcement builds on financial assistance offered to borrowers through the same program in October 2022.



The IRA directed USDA to expedite assistance to distressed borrowers of direct or guaranteed loans administered by USDA's Farm Service Agency (FSA) whose operations face financial risk. For example, in the October payments, farmers that were 60 days delinquent due to challenges like natural disasters, the pandemic or other unexpected situations were brought current and had their next installment paid to give them breathing room.

In October 2022, <u>USDA provided approximately \$800 million</u> in initial IRA assistance to more than 11,000 **delinquent direct and guaranteed borrowers** and approximately 2,100 borrowers who had their farms liquidated and still had remaining debt. USDA shared that it would conduct case-by-case reviews of about

1,600 complex cases for potential initial relief payments, including cases of **borrowers in foreclosure or bankruptcy**. These case-by-case reviews are underway.

At the same time in October 2022, USDA announced that it anticipated payments using separate pandemic relief funding totaling roughly \$66 million on over 7,000 direct loans to borrowers who used the USDA Farm Service Agency's **disaster-set-aside** option during the COVID-19 pandemic. The majority of these payments have been processed and USDA anticipates it will complete all such payments in April 2023.

#### **New Assistance for Distressed Borrowers**

FSA intends to provide the new round of relief starting in April to additional distressed borrowers. This will include approximately \$123 million in automatic financial assistance for qualifying Farm Loan Program (FLP) direct loan borrowers who meet certain criteria. Similar to the automatic payments announced in October 2022, qualifying borrowers will receive an individual letter detailing the assistance as payments are made. Distressed borrowers' eligibility for these new categories of automatic payments will be determined based on their circumstances as of today. More information about the new categories that make up the \$123 million in assistance announced today and the specific amount of assistance a distressed borrower receives can be found described in this fact sheet, IRA Section 22006: Additional Automatic Payments, Improved Procedures, and Policy Recommendations.

To continue to make sure producers are aware of relief potentially available to them, all producers with open FLP loans will receive a letter detailing a new opportunity to receive assistance if they took certain extraordinary measures to avoid delinquency on their FLP loans, such as taking on more debt, selling property or cashing out retirement accounts. The letter will provide details on eligibility, the specific types of actions that may qualify for assistance, and the process for applying for and providing the documentation to seek that assistance.

These steps are part of a process USDA announced along with the October payments that is focused on assisting borrowers unable to make their next scheduled installment. Earlier this year, all borrowers should have received a letter detailing the process for seeking this type of assistance even before they become delinquent. Borrowers who are within two months of their next installment may seek a cashflow analysis from FSA using a recent balance sheet and operating plan to determine their eligibility.

#### Tax Resources

USDA will continue to work with the Department of Treasury to help borrowers understand the potential tax implications from the receipt of an IRA payment, including that options may be available to potentially avoid or alleviate any tax burden incurred as a result of receiving this financial assistance.

In early April, USDA will send a specific set of revised tax documents, educational materials and resources to borrowers that received assistance in 2022, including a link to a webinar hosted by a group of farm tax experts to provide education on the options available. USDA cannot provide tax advice and encourages borrowers to consult their own tax professional, but FSA is providing educational materials for borrowers to be aware of the options. USDA has tax-related resources available at <a href="farmers.gov/taxes">farmers.gov/taxes</a>.

#### **Improved Procedures and Policy Recommendations**

FSA is finalizing changes to its policy handbooks to remove unnecessary hurdles, improve loan making and loan servicing and provide more flexibility on how loans are structured to maximize the opportunities for borrowers. Additional details on those changes can be found in the linked fact sheet and are the start of a broader set of process enhancements. The fact sheet also provides information on the eight, no-cost legislative proposals included in the Fiscal Year 2024 President's Budget that are designed to improve the borrower experience.



# 625 South Washington St, Ste A PO Box 369 Afton, WY 83110

Phone: 307-886-9001 Fax: 855-415-3426

## **County Executive Director**

Dee Harbach 307-226-3035

## **Program Technician**

Kresta Hedges 307-226-3034 kresta.hedges@usda.gov

### Farm Loan Manager

Brian Harrell 307-240-3199

# **County Committee**

Kelly Johnson Kim Clark Deanna Clark

#### **District Conservationist**

Adam Clark 307-226-3037

## **Rangeland Management Specialist**

Janessa Julson 307-226-3038 janessa.julson@usda.gov