2014 Farm Bill ARCPLC

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- New Options- No Longer Direct Payments
  - Price Loss Coverage (PLC)
  - Agriculture Risk Coverage (ARC)
    - ARC-CO
    - ARC-IC
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• 3 Step Process

  • **Base Reallocation and Yield**- total base acres can not go up or down but may be reallocated using ratio of planted acres from 2009-2012. Yields may be updated by certifying to actual yields for years planted 2008-2012. Yields are simple averages and can replace existing CC yields if higher. Producers can reallocate base or keep existing base and/or update yields. Yield decision is made per crop per Farm.

    • Note-Producers failing to meet Deadline will keep existing base and yield.
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• **ELECTION**- Choice made now for the life of Farm Bill- Producers who do not make election by Deadline will default to PLC and be ineligible for 2014.
  • **PRICE LOSS COVERAGE**
    • Payments triggered when price drops below reference price.
    • Actual Yields not considered
    • Paid on the Base crops on the Farm, not what was planted.
    • Do not have to plant
    • Payments computed on New PLC Yields if Updated
    • Eligible for new SCO Insurance
      • **NOTE**- Decision is by Crop and by Farm
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• ELECTION (Continued)

• ARC-CO
  • County level Guarantee and Revenue
  • Paid on base- not what was planted
  • Don’t have to plant crops to be paid
  • Actual Individual yields not considered
    • NOTE- Decision is by Crop and by Farm
• ELECTION (Continued)

• ARC-IC
  • Benchmarks and Guarantees established on Crops planted-not base
  • A Covered Commodity must be planted to have potential to earn payment
  • Payment issued on 65% of Total Base if there is a per acre loss on Covered Commodities.
  • All Crops and Farms enrolled in ARC-IC are considered together
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• **Enrollment/Signup**

  • Producers will still need to sign a contract each year
  
  • This year producers can signup for both 2014 and 2015 years
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• EDUCATION

• FSA and Extension have conducted 364 ARCPLC public meetings throughout the state with 11,480 producers attending

• FSA will advise producers on regulations and Policy but are not able to advise producers on what their best option may be

• This is very much a cooperative effort with FSA and Extension working closely to provide the best information and tools to help producers make the best decision possible