# Livestock Forage Disaster Program (LFP)











- Program Review
- Program Eligibility
- Application Requirements



#### What is LFP?

LFP provides benefits to eligible livestock producers who have suffered grazing losses for covered livestock and who are also producers of grazed forage crop acreage of native and improved pastureland with permanent vegetative cover or acreage planted specifically for grazing.



- Grazing losses must occur on land physically located in a county experiencing a qualifying drought during the normal grazing period for the county.
- LFP also provides benefits to eligible livestock producers who are also producers of grazed forage on rangeland managed by a federal agency if the producer is prohibited to graze the normal permitted livestock due to a **qualifying fire**.

**NOTE:** Livestock producer may elect to receive assistance for losses due to drought conditions or fire conditions, if applicable, but not both.



#### What is LFP?

LFP is administered by the Farm Service Agency/USDA using funds from the Commodity Credit Corporation, authorized under the 2014 Farm Bill, as amended, and regulations are provided in <u>7 CFR</u> Part 1416, Subparts A and C.

#### LFP Fact Sheet

USDA Farm Service Agency U.S. DEPARTMENT OF AGRICULTURE

#### DISASTER ASSISTANCE LFP - Livestock Forage Disaster Program

#### Overview

The Livestock Forage Disaster Program (LFP) provides compensation to eligible livestock producers who have suffered grazing losses for covered livestock and who are also producers of grazed forage crop acreage of native and improved pastureland with permanent vegetative cover or acreage planted specifically for grazing. Grazing losses must occur on land physically located in a county experiencing a qualifying drought during the normal grazing period for the county.

LFP also provides compensation to eligible livestock producers that have covered livestock and who are also producers of grazed forage crop acreage on rangeland managed by a federal agency if the eligible livestock producer is prohibited by the federal agency from grazing the normal permitted livestock on the manage rangeland due to a qualifying fire.



# **LFP Eligibility**

2024 LFP Beginning Farmers & Ran



#### Eligible Grazing Losses – Drought

An eligible livestock producer may receive assistance under LFP for grazing losses due to a qualifying drought that occurred during the grazing period in the calendar year for which benefits are being requested. Grazing losses for the covered livestock must occur on land that is:

- native or improved pastureland with permanent vegetative cover
- planted to crops planted specifically for providing grazing for covered livestock such as:
  - small grains
  - forage sorghum
  - annual crabgrass, annual ryegrass, or mixed forage



 physically located in a county that is, during the normal grazing period for the specific type of grazing land or pastureland for the county, rated by the U.S. Drought Monitor as having any of the following:

Drought Monitor - LFP County Eligibility		
Duration (during grazing season)	Drought Intensity Payment Factor (# Payment Months)	
8 consecutive weeks	1	
1 day	3	
4 non-consecutive weeks	4	
1 day	4	
4 non-consecutive weeks	5	
	Duration (during grazing season) 8 consecutive weeks 1 day 4 non-consecutive weeks 1 day	

# FSA's LFP Eligibility Maps

<u>Livestock Forage Program (LFP (usda.gov)</u>

\*Example of LFP - Native Pasture Eligibility 2024 as of 7/25/24





#### USDM FSA Eligibility Tool

#### • <u>https://droughtmonitor.unl.edu/FSA/Home.aspx</u>

FSA Livestock Forage Disaster Program Eligibility Tool		
Home About Help U.S. Drought Monitor		
Welcome! If you grow forage for livestock and have recently gone through drought, this website can help you find out whether you qualify for assistance. Qualifying for assistance is based on the U.S. Drought Monitor and on your county's designated grazing periods. To use this tool, you will need to know your county's grazing period. If you are not sure what it is, please consult your local Farm Service Agency representative.		
The FSA Eligibility Tool does not guarantee any financial aid. It simply estimates which U.S. counties meet the criteria, based on the U.S. Drought Monitor. Eligibility will be confirmed by the FSA once the signup period has begun. Please contact your <b>local FSA agent</b> for more details and to verify eligibility after the start of the signup period.		
Program Eligibility Status	About the Program	
Is my county eligible?	Drought Monitor Triggers Eligible Livestock	
Which counties are eligible?	Eligible Producers	
Is my USAPI or USVI location eligible?	Payments	
Which USAPI or USVI locations are eligible?	Enrollment	
	Payment Rates	



#### Eligible Grazing Losses Due to Fire

- Loss occurring on rangeland managed by a Federal agency
- Written documentation received by the producer from Federal Agency that prohibits grazing the normal permitted livestock due to fire

## General Eligibility

- Common Forms on <u>Farmers.gov</u>
- File a Farm Operating Plan: CCC-901, CCC-902 I or CCC-902 E as applicable
  - Payment limitation \$125,000 per program year
  - Payment attribution to 4<sup>th</sup> level of ownership
  - Minor child
  - Substantive change
- Average Adjusted Gross Income Certification and Consent to Disclosure of Tax Information: CCC-941
  - The period for calculation of the average AGI (more or less than \$900,000) will be of the three taxable years preceding the most immediately preceding complete taxable year for which benefits are requested.
- Highly Erodible Land & Wetland Compliance: AD-1026 for applicant and affiliates
- Timely file a Report of Acreage annually: FSA-578



#### Basic LFP Eligibility





[7 CFR 1416.3] Eligible producer means, in addition to other requirements as may apply, an individual or legal entity who is an owner, operator, landlord, tenant, or sharecropper, who shares in the risk of producing a crop or livestock and who is entitled to share in the crop or livestock available for marketing from the farm, or would have shared had the crop or livestock been produced...



#### **Eligible Producers**

- Citizen of the United States
- Resident alien, meaning "lawful alien"
- Partnership of citizens of the United States
- Corporation, limited liability corporation, or other farm organizational structure organized under State law
- Indian tribe or tribal organization, as defined in section 4(b) of the Indian Self-Determination and Education Assistance Act (25 U.S.C. 5304)



#### Eligible Producers

- <u>During</u> the 60 calendar days before the beginning date of qualifying drought or fire, own, cash or share lease, have a contract to purchase, or be a contract grower of covered livestock
- As of the date of the qualifying drought or fire, provide grazing land or pastureland for covered livestock:
  - Physically located in a county affected by qualifying **drought**
  - Rangeland managed by a Federal Agency prohibiting grazing due to a qualifying fire



Contract Growers

A person or legal entity engaged in a farming operation not as an owner of the covered livestock but in a business whole income is dependent of the actual weight gain and/or number of offspring of the covered livestock.

**NOTE:** A copy of the contract grower agreement must be submitted to the COC for eligibility determination purposes.



#### Contract Growers

• A contract grower must own or cash lease the pastureland and/or grazing land that is being provided for the livestock to be considered at risk in the production of the grazed forage for LFP purposes.



- Grazing animals both adult and **weaned** non-adult:
  - Beef and dairy cattle
  - Buffalo/beefalo/bison (including water buffalo)
  - Alpacas, deer, elk, emus, llamas, ostrich, reindeer
  - Equine
  - Sheep, goats



#### Eligible Covered Livestock

- Livestock that the eligible livestock producer:
  - <u>during</u> the 60 days before the qualifying drought or fire owned, leased, purchased, entered into a contract to purchase, or was a contract grower;
  - sold or otherwise disposed of because of a qualifying drought during the current production year or 1 and/or 2 productions years immediately preceding the current production year (mitigated livestock).



#### Eligible Covered Livestock

- Livestock that the eligible livestock producer (cont.):
  - Livestock produced and maintained for commercial use or be livestock that is produced and maintained for producing livestock products for commercial use.



#### Ineligible Livestock

- Not have been produced or maintained for reasons other than commercial use as part of a farming operation
- Wild free roaming livestock
- Livestock used for racing or wagering
- Livestock used for hunting or consumption by the owner
- Livestock that were or would have been in a feedlot, on the beginning date of the qualifying drought, as part of the normal business operations of the producer
- Livestock not weaned and livestock not meeting the definition of grazing animals



#### Mitigated Livestock

- Sold during the 60 calendar days before the beginning date of qualifying drought because of drought Current Year
- Sold prior to the 60 calendar days before the beginning date of qualifying drought if: Prior Year
  - County was suffering from a systemic drought from the previous calendar year **(maintaining a D1 drought or higher)**
  - County experienced a qualifying drought in the program year immediately preceding the current program year
  - During the week the livestock were sold, had a USDM rating of D2 or higher
  - Livestock were sold 1 or both of the 2 program years immediately preceding the current program year



- Native or improved pastureland with permanent vegetative cover
- Planted to a crop specifically for grazing
  - Mixed Forage
  - Forage sorghum
  - Small grains (barley, millet, oats, rye, triticale, wheat)
  - Annually planted ryegrass & crabgrass
- Physically located in a county affected by a qualifying drought or fire



- Privately owned, cash or share leased pasture or rangeland that is used to provide grazing for covered livestock
- State and Federal lands
  - Leased on a long-term basis, COC determines lessee makes required contribution (wells, fences, maintenance, upkeep)
  - Pasture or grazing land is leased for cash or fixed amount for an established grazing period



• Land enrolled in eligible conservation program if seeded to one of the eligible grazing crops and grazing is not prohibited during the normal grazing period according to the conservation plan



- For fire losses;
  - Rangeland managed by a federal agency
  - Producer prohibited from grazing the normal permitted livestock because of qualifying fire
  - The eligible livestock producer must, as of the date of the qualifying fire, have risk in the rangeland and reported to FSA on Report of Acreage FSA-578



To ensure that eligibility requirements have been met, the livestock producer must provide signed copies of the following, as applicable:

- written acreage lease or rental agreement If the land is subleased, then the original lease and sublease must be provided.
- Federal land grazing permit and/or lease and final bill or invoice
  - Final bill or invoice is only required if producer cannot meet control or risk according to subparagraph E.
- State land lease and/or State land subleases.



- Eligibility Determinations
  - Copies of written leases, CCC-855 Annual Lease Agreement Certification Statement, grazing permits
  - Producer MUST, as of the date of qualifying fire or drought, have risk and control of the pastureland, rangeland, or grazing land and reported with the intended use of grazing



## Ineligible Grazing Land

- Acreage enrolled in conservation practices that restrict grazing, with exceptions
- Irrigated pastures or crop acreage
- Acreage intended for grain
- Seeded small grains or sorghum forage crops planted after the final planting date
- Volunteer acreage



- First year seeded biennial or perennial forage crop
- Double cropped acreage combinations not approved by STC
- Cover crops
- Leased on an AUM basis when the lessee incurs no additional risk or expense
- Leased on a basis of weight gain or cost per head/day/month

## LFP Application Requirements

2024 LFP Beginning Farmers & Ran



#### **Application Period**

- Producers must submit a completed Livestock Forage Disaster Program Application CCC-853 and required supporting documentation within 30 calendar days after the end of the calendar year in which the grazing loss occurred.
  - 2024 LFP Application Deadline January 30, 2025



#### Applying For Benefits

- Submit to FSA Office by Applicable Deadline(s):
  - Report of Acreage FSA-578
  - Livestock Forage Disaster Program Application CCC-853 in the farm's administrative county by physical location
  - Supporting documentation
  - Producer sign and certify to application terms no later than 30 calendar days after the calendar year the grazing loss occurs



#### **Supporting Documentation**

- Certification of livestock inventories as of date of designated drought
- Leases and/or CCC-855, as applicable
- Contract Grower Agreement, as applicable
- Evidence participant is prohibited by Federal Agency from grazing normal permitted livestock due to fire
- Eligibility Forms
- Any additional information as requested by the COC



#### **Supporting Documentation**

#### • Eligibility forms

- AD-1026 for applicant and affiliates
- CCC-901 or CCC-902 as applicable
- CCC-941
# LFP Payment Calculation

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Drought Intonsity

 Based on US Drought Monitor drought intensities and duration

Drought Monitor Category	Duration (during grazing season)	Payment Factor (# Payment Months)
D2 - Severe Drought	8 consecutive weeks	1
D3 - Extreme Drought	1 day	3
D3 - Extreme Drought	4 non-consecutive weeks	4
D-4 Exceptional Drought	1 day	4
D-4 Exceptional Drought	4 non-consecutive weeks	5

#### **Drought Monitor - LFP County Eligibility**



• Daily AU feed rate and monthly forage value determined according to 7 CFR 1416.207

Year	Daily AU Feed Rate	Monthly Value of Forage for 1 AU
2023	\$1.9374	\$58.12
2024	\$1.7521	\$52.56



Kind of Livestock	AU	2022	2023	2024
Adult cattle, buffalo, bison, or beefalo (cows & bulls)	1.0	\$47.29	\$58.12	\$52.56
Adult dairy cattle (cows & bulls)	2.6	\$122.95	\$151.12	\$136.66
Non-adult beef, dairy, bison, or beefalo > 500 lbs (weaned)	0.75	\$35.47	\$43.59	\$39.42
Non-adult beef, dairy, bison, or beefalo < 500 lbs (weaned)	0.5	\$23.64	\$29.06	\$26.28
Goats	0.25	\$11.82	\$14.53	\$13.14
Sheep	0.25	\$11.82	\$14.53	\$13.14
Horses	0.74	\$34.99	\$43.01	\$38.90
Deer	0.25	\$11.82	\$14.53	\$13.14
Reindeer	0.22	\$10.42	\$12.80	\$11.56
Elk	0.45	\$25.54	\$31.39	\$28.39
Alpaca	0.22	\$38.95	\$47.88	\$11.56
Llama	0.36	\$17.26	\$21.21	\$19.18
Emu	0.51	\$24.20	\$29.75	\$26.90
Ostrich	0.55	\$26.01	\$31.97	\$28.91

2024 LFP Beginning Farmers & Ranchers Training



- Monthly payment rate equal to 60 percent of the **lesser of** either the monthly feed cost:
  - for all covered livestock owned or leased by the eligible livestock producer, or
  - calculated by using the normal carrying capacity of the eligible grazing land of the eligible livestock producer
- Payment rate for eligible prior year mitigated livestock will be equal to 80 percent of the monthly payment rate.



- Payment begins on the first day the permitted livestock are prohibited from grazing the eligible rangeland and ending on the **earlier** of:
  - the last day of the Federal lease
  - 180 calendar days (maximum)
- Payment rate is 50% of the monthly feed costs for the number of days grazing is prohibited



#### **EXAMPLE:**

- Livestock Producer John in County A owns 1200 acres of native grass and leases an additional 1000 acres of native grass from his Neighbor Bob.
- County A's established grazing period for native grass is April 1<sup>st</sup>

   October 15<sup>th</sup> with a established carrying capacity of 7 acres per AU
- John annually reports his crop acreage to FSA by the established deadline of July 15<sup>th</sup> each year.
- On August 1, 2024, County A was designated by the US Drought Monitor of experiencing a D3 drought for that week's report.



### EXAMPLE (cont.)

- On August 15<sup>th</sup>, Producer John visits his local FSA office to report that he is experiencing a grazing loss on his native grass due to drought.
- The local FSA office assists John with the completion of a CCC-853, Livestock Forage Disaster Program Application
- John certifies that on August 1<sup>st</sup>, the date of designated drought he has:
  - 350 head of Adult Beef Cows and Bulls
  - Risk and control of the 2200 acres of native grass (provides lease documents on the 1200 acres)
  - Suffered a grazing loss on those acres due to drought

### CCC-853 Example

CCC-853 (03-12-20)		ARTMENT OF A		E	<ol> <li>State County</li> </ol>	and County Code		2. Calendar	Year 2024
(03-12-20)	Comm	outly creat corp	oration		-	ty Office Name		4. Applicatio	
1.0	ESTOCK FOR	DAGE DIEAS		GRAM					15/2023
LIV		AGE DISAS		GRAM	County Anywher	A Ce USA 99999	ŀ	-	
	, , , , , , , , , , , , , , , , , , ,	FFLICATIO	N					5. Applicatio	n Number
NOTE: The full	lowing statement is made in a	accordance with the Privac	y Act of 1974 (5 US)	552a - as amended).	The authority for request	ing the information identified on	bis form is 7 CFR Part	1416, the Commodit	ly Credit Corporation
form m	ey be disclosed to other Fed	eral, State, Local governme	ent egencies, Tribel /	gencies, and nongovern	mental endles that have	determine eligibility for livestock been authorized access to the	information by statute of	r regulation and/or a	a described in applicable
Routine	<ul> <li>Uses identified in the System Institut of Insightility for Event</li> </ul>	m of Records Natice for U. took forege disenter progre	SDAFSA-2, Fam Re mbenefits.	conds File (Automated).	Providing the requested	Enformation is voluntary. Howe	ver, failure to furnish th	e requested informat	tion will result in a
Papers	work Reduction Act (PRA) :	Statement: This informatio	on collection is every	ated from the Papenvork	Reduction Act as specif	led in the Agricultural Act of 201-	4 (Pub. L. 113-78, 786	1, Subttle F - Admir	sistration, as amended).
The pro	evisions of criminal and civil f	haud, privacy and other sta	tutes may be applica	ble to the information pr	oulded RETURN THIS	COMPLETED FORM TO YOUR	COUNTY PSA OFFIC	2	
PART A - P	RODUCER INF	ORMATION							
<ol><li>Producer's</li></ol>	s Name and Addre	iss (City, State a	nd Zip Code)			clated Producers (L			
						ership share of any II E and Indicate their :		d in Part C o	r represented in
Produc	cer John				Part	E and indicate their a	snare.)		
Anywhe	ere USA 99999								
	DISASTER INFO								
8. Type of qu	alifying disaster co	-			9. Date	and location of qual	ifying fire cond	ition(s)	
	Dro	ought	Fire						
PART C-L	IVESTOCK INF	ORMATION D	ROUGHT						
10.	1		12.	13.	14.	15.		COC USE O	NLY
Livestock Number	Livestock Kind/T Rat		Year	Current Year Mitigated	Prior Years Mitigated	Share %	16.	17.	18.
			Inventory				Adjusted Current Year	Adjusted Current Ye	
							Inventory	Mitigated	
1	Adult Beef Co	ows & Bulls	350	0	0	100			
-			330		, , , , , , , , , , , , , , , , , , ,	100			
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						ht condition, you ow			
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						icted that were grazi			
grazing p	eriod for the year	Identified in Item	2.)	-	-		-		
YES									
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	shown in Items 10				,	,			
YES		)							
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				er(s). Produce	r will need to in	dicate the number of	f livestock kind	, type, and w	eight range that
were app	olled for on other c	ounty application	1(8).						
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21.	ORAGE INFOR	MATION DRO	John	23.		24.		COC US	
Livestock	Date of	Pastu	re Type-Crop T	ype - Owned or	Cash Leased	Acres		25.	26.
Number	Qualitying		Land (2	prought Affected)			Carryl	ng Capacity	Adjusted Acres
	Drought								
1	08/15/2023	Grass - Nat	ive			2200		7.0	
-									
							1		

This form is available electronically



### EXAMPLE (cont.)

• Step 1: Calculate the Monthly Feed Costs for all covered livestock:

Livestock Kind, Type, Weight Range	Current Inventory	x Share	x yment Rate	M	= vestock onthly ed Costs
Beef Adult Cows & Bulls	350	100%	\$ 52.56	\$	18,396



### EXAMPLE (cont.)

• Step 2: Calculate the carrying capacity monthly feed cost:

Pasture Type		/ Carrying Capacity	= Maximum AUs	x Monthly Value of Forage	= Carrying Capacity Monthly Feed Costs
Grass - Native	2200	7.0	314.3	\$ 52.56	\$16,519



### EXAMPLE (cont.)

• Step 3: The LFP monthly payment rate is 60 percent of the lesser of Step 1 or Step 2. In this example, Step 2 is the lesser of the two.

	Livestock Kind, Type, Weight Range	Current Inventory	x Share	x Payment Rate	= Livestock Monthly Feed Costs		
	Beef Adult Cows & Bulls	350	100%	\$ 52.56	\$ 18,396		
	Pasture Type	Acres	/ Carrying Capacity	= Maximum AUs	x Monthly Value of Forage	= Carrying Capacity Monthly Feed Costs	Lesser of Steps 1 & 2
Nat	Native Pasture ional Training May 20-23, 2019	2200	7.00	314.29	\$ 52.56	\$ 16,519	



#### EXAMPLE (cont.)

• Step 3: The LFP monthly payment rate is 60 percent of the lesser of Step 1 or Step 2. In this example, Step 2 is the lesser of the two.

Monthly Feed Cost (Lesser of Feed Costs Based on Livestock or	
Forage Land)	\$ 16,519
National Payment Reduction Factor (%)	60%
Calculated Monthly Payment Rate	\$ 9,911
Drought Intensity Factor (D3 for 1 day)	3
Initial Estimated Calculated Payment Amount	\$ 29,734



- If drought intensifies during the normal grazing period, additional payments will automatically be issued
- Total LFP payments to an eligible livestock producer in a calendar year for grazing losses will not exceed a factor of 5 monthly payments for the same kind, type, and weight range of livestock



- The payment begins on the first day the livestock are prohibited from grazing and ends on the earlier of:
  - the last day of the Federal lease or
  - 180 calendar days from the first day in which the livestock were prohibited from grazing
- The payment rate is 50 percent of the monthly feed costs for the number of days the producer is prohibited from grazing, not to exceed 180 calendar days
- Payment is the lesser of:
  - The maximum payment calculation or
  - The value of the reduced grazing



**Example:** Producer Bob has a federal permit to graze 100 AUs for 180 days. He was notified that due to a wildfire, he was required to reduce his permitted AUs to 75 for 110 days:

• Step 1: Calculate total maximum payment:

		X Permit	X Daily AUD		= Maximum
	Permitted	Days	Rate		Payment
Pasture Type	AUs	(Max 180)	(\$1.7521)	X	Amount
Native Pasture	100	180	\$ 31,538	50%	\$ 15,769



**Example (cont.):** Producer Bob has a federal permit to graze 100 AUs for 180 days. He was notified that due to a wildfire, he was required to reduce his permitted AUs to 75 for 110 days:

• Step 2: Calculate the value of the reduced grazing days:

					=
		X	X		Value of
		Reduced	Daily AUD		Reduced
	Reduced	Grazing	Rate		Grazing
Pasture Type	AUs	Days	(\$1.7521)	X	Days
Native Pasture	75	110	\$ 14,455	50%	\$ 7,227



**Example (cont.):** Producer Bob has a federal permit to graze 100 AUs for 180 days. He was notified that due to a wildfire, he was required to reduce his permitted AUs to 75 for 110 days:

• Step 3: Payment based on the lesser of Step 1 and Step 2:

Calculated Maximum Payment for 100 AUs for 180 days	\$ 15,769	Lesser of
Calculated Value of Reduced Grazing of 75 AUs for 110 days	\$ 7,227	Steps 1 & 2
Calculated Estimated LFP Fire Payment Amount	\$ 7.227	



## Where to Apply





https://www.farmers.gov/service-locator



• Select your State and County

#### Find Your Local Service Center

Ver en: Español

USDA Service Centers are locations where you can connect with Farm Service Agency, Natural Resources Conservation Service, or Rural Development employees for your business needs. Enter your state and county below to find your local service center and agency offices. If this locator does not work in your browser, please visit <u>offices.usda.gov</u>

Visit the Risk Management Agency website to find a regional or compliance office or to find an insurance agent near you.

State	County	
- Please select -	- Please select -	
GO		





### **Contact Information**





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