

# UNDERSTANDING AVAILABLE RISK MANAGEMENT TOOLS

---

TODD BARROWS, FARM PROGRAM/APPEAL/COMPLIANCE DIVISION CHIEF  
KANSAS FARM SERVICE AGENCY

## DISCUSSION TOPICS

---

- Agriculture Risk Coverage – County (ARCCO)
- Price Loss Coverage – (PLC)
- Livestock Disaster Programs
  - Emergency Livestock Assistance Program – (ELAP)
  - Livestock Indemnity Program – (LIP)
  - Livestock Forage Program (LFP)
- Non-Insured Assistance Program – (NAP)


## ARC-CO VERSUS PLC

---

### ARC-CO

- Payments Based on County Yield Data by Physical Location
- Revenue protection for shallow losses
- County Yield Data based on RMA, then NASS, then STC.

### PLC

- Payments Based on National Average Price Loss by Commodity
  - Revenue protection for steep price loss
  - Price determined by weighted average based on crop sales.
- 


## PAYMENT HISTORY

---

### ARC-CO

- 2020 = \$7,235,247
- 2019 = \$29,136,335
- 2018 = \$123,967,980

### PLC

- 2020 = \$139,899,751
  - 2019 = \$423,705,622
  - 2018 = \$95,704,682
- 

# EMERGENCY LIVESTOCK ASSISTANCE PROGRAM

---

- ELAP Programs Assistance
  - Livestock Producers
  - Honeybees
  - Farm-raised Fish

## ELAP – ELIGIBLE LOSSES

---

- Program
  - Livestock Feed Losses – Mechanically Harvested and Purchased
  - Additional Livestock Feed Purchases Above Normal
  - Cost of Transporting Livestock Feed – Equipment Rental Fees
  - Grazing Losses
  - Water Transportation
  - Livestock Feed Transportation
- Qualifying Event
  - Wildfire, Flood, Tornado, Excessive Wind
  - Must have Qualifying Livestock Feed Loss
  - Blizzard, Flood
  - Weather Event – Except Drought
  - Drought
  - Drought

## ELAP – ELIGIBLE LOSSES CONT'D

---

### PROGRAM CONT'D

- Honeybee Feed – Purchased or Harvested
- Colony Loss
- Hive Loss
- Farm-Raised Fish
  - Feed – Purchased or Harvested
  - Death

### QUALIFYING EVENT CONT'D

- Weather Event
- Weather Event Except Drought & Varroa Mites
- Weather Event Except Drought
- Weather Event Except Drought
- Weather Event Except Drought

## LIVESTOCK INDEMNITY PROGRAM

---

### ELIGIBILITY

- Livestock Owner
  - Loss in Excess of Normal Mortality
  - Sell of Injured Livestock at a Reduced Price

### ELIGIBLE LOSS CONDITIONS

- Adverse Weather
- Eligible Disease
  - Not commonly vaccinated
  - Exacerbated by Weather Event
- Attacks by Wolves & Avian predators

## LIVESTOCK FORAGE PROGRAM - LFP

---

### ELIGIBILITY

- Livestock Owners/Graze Forage Crops
  - Native Pasture
  - Improved Pasture – Seeded
  - Small Grains
  - Forage Sorghum
  - Annual Rye Grass
  - Annual Crab Grass

### ELIGIBLE LOSS CONDITION

- Drought During Normal Grazing Season
  - D2 – Severe – 8 consecutive wks = 1 month payment
  - D3 – Extreme – anytime = 3 months payment
  - D3 – Extreme - 4 consecutive wks = 4 months payment
  - D4 – Exceptional – 4 wks – 5 months payment

## NON-INSURED ASSISTANCE PROGRAM (NAP)

---

### ELIGIBILITY

- Growers of Specialty Crops Federal Crop Insurance Does Not Cover
  - Fruits
  - Vegetables
  - Nut Trees
  - Honey
  - Grazing Acres

### ELIGIBLE LOSS CONDITION

- Damaging Weather
  - Drought, Freeze, Hail, Excessive Moisture, Excessive Wind
- Adverse Natural Occurrence
  - Flood, Tornado
- Conditions Related to Damaging Weather or Adverse Natural Occurrences
  - Excessive Heat, Plant Disease, Insect Infestation

## NAP CONT'D

---

### BASIC COVERAGE

- 50/55 Coverage
  - 50% production loss level
  - 55% price coverage
- Service Fee

### BUY-UP COVERAGE

- 50-65% Production Coverage on 5% Increments
- 100% Price Coverage
- Service Fee
- Premium Fee
- Not Available for Grazing Crops

## FORTHCOMING DISASTER ASSISTANCE

---

### PHASE I

- Livestock Forage Disaster – 2021 PY
- Crop Disaster Assistance
  - Federal Crop Insurance Acres
  - Noninsured Crop Disaster Assistance Acres

### PHASE 2

- Applicable to both Livestock & Crop Producers
  - Did not qualify for additional assistance under Phase I.

# QUESTIONS

---

TODD BARROWS

FARM PROGRAM DIVISION CHIEF – KANSAS FSA

[TODD.BARROWS@USDA.GOV](mailto:TODD.BARROWS@USDA.GOV) – 785-564-4776

