

CFAP2 + Corn Growers



NCGA analysis projects a \$89 per acre average revenue decline for 2020, compared to pre-COVID-19 projections. Residual impacts from COVID-19 on corn prices are very likely to persist into 2021 and possibly beyond.

Coronavirus Food Assistance Program – Round Two (CFAP 2)

- \$14 billion in direct relief to producers who faced price declines and additional marketing costs due to COVID-19.
 - USDA announced \$16 billion for the original round of CFAP in May 2020. \$10.1 billion has been distributed to date, including over \$1.7 billion to corn growers.
- CFAP 2 includes support for producers of agricultural commodities marketed in 2020 who face continuing market disruptions, reduced farm-level prices, and increased production and marketing costs due to COVID-19.
- Covers commodities with a 5 percent or greater national price decline between January and July 2020.
- Payments for row crops will be made on 2020 planted acres, excluding prevented planting and experimental acres.
- Payments will be calculated using the formula: eligible acres multiplied by a nationwide crop marketing percentage, multiplied by a crop-specific payment rate, and then by the producer's weighted 2020 Actual Production History (APH) approved yield.
- Losses are based on futures price average from January 13-17 compared to April July 27-31.
 - USDA calculated damage to corn as a loss of \$0.73/bushel and announced a national corn payment rate of \$0.58/bushel.
- Using a factor of 40 percent, the national average corn crop marketed by the end of the calendar, CFAP 2 provides an effective payment rate of \$0.232/bushel on eligible corn production.

Signup

- USDA's Farm Service Agency will accept applications from eligible producers between Sept. 21 – Dec. 11.
- FSA will offer multiple ways for producers to apply including an online application, manually completing the application form, or filling out the application form with a payment calculator.
- Producers who are applying for CFAP 2 must file a report of all acreage for the crop on FSA-578, Report of Acreage. If a producer has not completed a crop acreage report for 2020, a late filed report will be accepted.

Eligibility

- \$250,000 payment limit per person or entity.
- Adjusted Gross Income (AGI) limit of \$900,000 unless more than 75 percent of income is from farming.
- Applicants who are corporations, limited liability companies or limited partnerships may qualify for additional payment limits when members actively provide personal labor or personal management for the farming operation.