



USDA Drought and Disaster Assistance Programs

Learn at Lunch
November 1, 2022



The content of this presentation is accurate as of November 1, 2022, but is subject to change as new information becomes available. The views and opinions are those of the presenter.

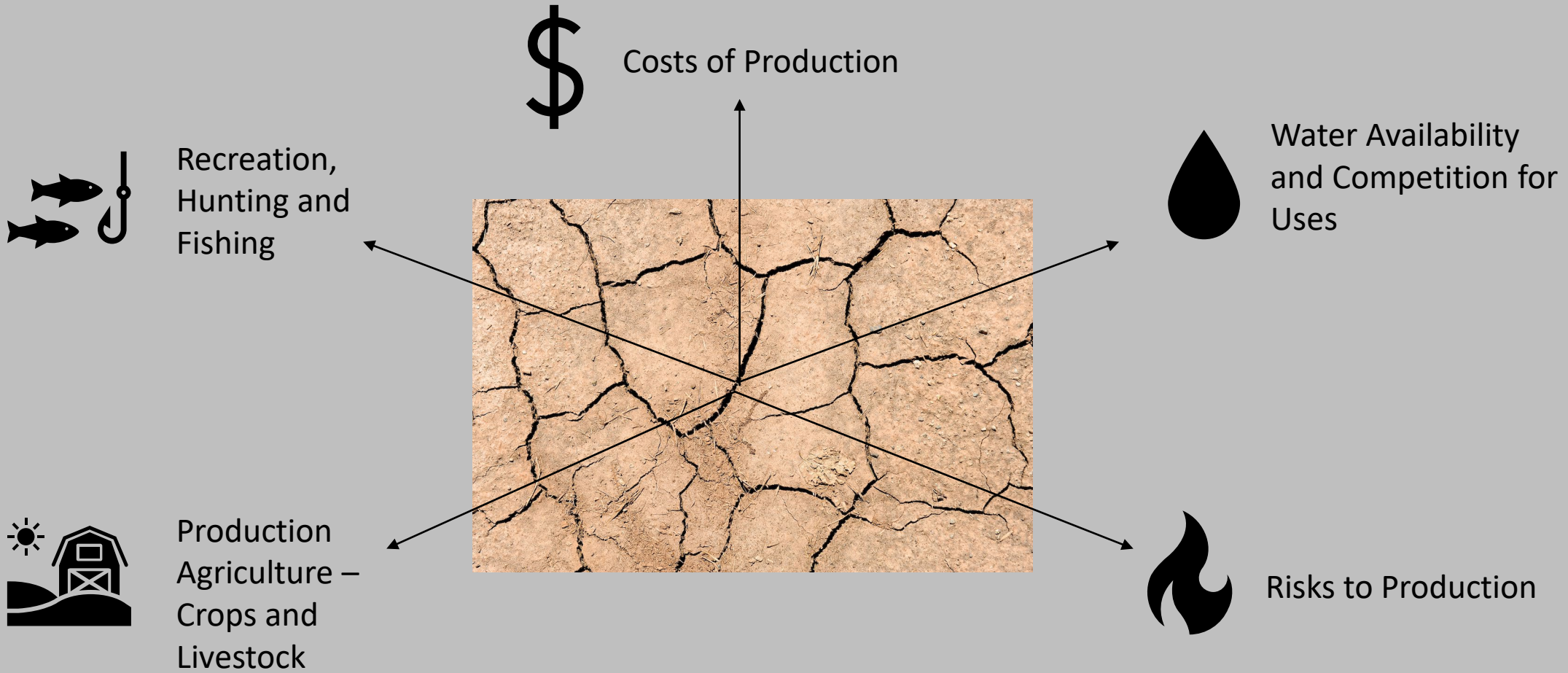
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2021 and 2022 Drought



The Bigger Picture of Risk Management

- Not all of the damages associated with drought have a corresponding program to help offset them.
- There are many ways to manage risk, and whole farm risk management is a separate topic.



Goal

**Overview Existing Drought Programs
That Address These Impacts, with a
focus on Agriculture.**





Water Availability and Competition for Uses

Hauling Water for Livestock

- Emergency Assistance for Livestock, Honeybees and Farm Raised Fish Program (ELAP)
 - FEDERAL program
 - Farm Service Administration
 - Measure water hauled
 - Flat rate per gallon.

Water projects

- Oklahoma Emergency Drought Commission
 - STATE program
 - Through the Oklahoma Conservation Commission
 - Submit the application for specific practices
 - Cost share program
 - Maximum \$7,500 per county



Crops

Crop Insurance

- FEDERAL program
- Risk Management Agency administered programs, but authorized crop insurance agencies work directly with producers to find the right coverage.
- Available for many crops in most Oklahoma counties

Noninsured Crop Disaster Assistance Program (NAP)

- FEDERAL program
- Farm Service Agency
- Non-insurable crops can receive coverage for losses over 50% of expected production (up to 65%).
- Include forages
- There is a service fee and premium



Livestock

Forages

- Livestock Forage Program – Damage to grazing looking back
- Annual Forage – Protect against lack of precipitation going forward
 - Grains used for grazing
- Pasture, Rangeland and Forage – Protect against lack of precipitation going forward
 - PRF is intended to cover perennial pasture, rangeland and forage acres



Livestock Production Cost

Input Cost

- Emergency Assistance for Livestock, Honeybees and Farm-Raised Fish (ELAP)
 - Transportation Cost for hay



Livestock

Price

- Livestock Risk Protection
 - Insurance
 - Price risk protection looking forward
- Livestock Gross Margin
 - More relevant to fed cattle





Fire, Disease and Loss

- Crop insurance covers some of these damages for crops
- Livestock Indemnity Program
 - Cattle lost due to fire
- Emergency Conservation Program
 - Damage to fences and structures not covered by property insurance



What can we do today?

Engage in Risk Management

Incredibly individual to your operation.

1. Identify your risks of greatest concern
2. Understand exactly what you want to mitigate (e.g. price risk, production risk, both)
3. Develop trusted relationships with your “main 5” who can advise you on the details and help you develop a customized plan
4. Walk through scenarios with your family and business partners. Plug some numbers into the available USDA calculators.
5. Understand the deadlines, documentation and reporting requirements up front.
6. Identify ways you can stack programs.
7. Once you have a plan “land the plane”





Livestock Risk Management Handbook

- Jointly developed by OSU Extension and Texas AgriLife Extension.





QUESTIONS

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Survey

https://okstatecasnr.az1.qualtrics.com/jfe/form/SV_eX7ZaDgYy27R78y

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