

**2014 Farm Program Comparison**

**ARC - Agriculture Risk Coverage**

**PLC - Price Loss Coverage**

Coverage type	ARC-CO County level Low Revenue Protection	ARC-IC - individual farm level Low Revenue Protection	PLC - Low Price Protection if no election choice is made, farm will be defaulted to PLC starting 2015
<b>Yields</b>	1 time opportunity to update CC yields. OW makes decision to update or not	1 time opportunity to update CC yields. OW makes decision to update or not	1 time opportunity to update CC yields. OW makes decision to update or not
<b>Program Payments</b>	Payments are NOT dependent on planted acres. Payments are issued when COUNTY crop revenue is LESS than the ARC-CO COUNTY guarantee for the commodity. ARC-CO guar. is determined by: ARC-CO benchmark revenue X 86% Payments are paid at <u>85% of the base acres for the commodity</u> Payments may not exceed 10% of the ARC-CO benchmark revenue.	Payments ARE dependent on actual planted acres. Payments are based on ALL of the producer's ARC-IC farms in the State. Payments are issued on actual farm crop revenue for ALL covered commodities is LESS than ARC-IC farm guarantee for ALL commodities on the farm. Payments are limited to <u>65% of the total base acres on the farm.</u> Payments may not exceed 10% of the ARC-IC benchmark revenue.	Payments are NOT dependent on planted acres. Payments are issued when the effective price of the commodity is LESS than the referenced price for the commodity. Effective price is the higher of the yearly market average or the National average loan rate. Payments are paid at <u>85% of the farm's base acres.</u>
<b>Who Will Make The Program Election?</b>	All farm owners, operators and tenants must agree on the one time election option	All farm owners, operators and tenants must agree on the one time election option	All farm owners, operators and tenants must agree on the one time election option
<b>Payment Limitation</b>	\$125,000 total +market gains and Loan Deficiency Payment's	\$125,000 total +market gains and Loan Deficiency Payment's	\$125,000 total +market gains and Loan Deficiency Payment's
<b>Planting Fruit and Vegetables (FAV)</b>	Acres for acre reduction on payments if more than 15% of the base acres are planted to FAV	Acres for acre reduction on payments if more than 35% of the base acres are planted to FAV	Acres for acre reduction on payments if more than 15% of the base acres are planted to FAV

**BASE ACRES - May be REALLOCATED but NOT INCREASED.**

There is a 1 time opportunity for producers to either:

- Maintain the farm's current 2013 base acres
- Reallocate base acres based on the proportion of the 2009-12 average of: (i) planted and prevented acres of the covered commodity; to (ii) the total of planted and prevented acres of all covered commodities on the farm

**PAYMENT YIELDS - Yields may be updated for all farms, regardless of program election- PLC, ARC-CO, ARC-IC**

There is a 1 time opportunity for producers to either:

- Retain the current commodity's CC yield
- Establish PLC yield using 90% of the average yield on the farm using 2008-2012 actual yields per planted acre.
  - o If a payment yield is not already established for a covered commodity, a yield will be established using similar farms.