



House and Senate Farm Bill Side-by-Side Comparison

	Senate S. 3042	House H.R. 2
Title I - Commodities		
ARC and PLC	ARC-CO, ARC-IC and PLC are reauthorized. Farmers will have an opportunity to elect a program for the 2019 to 2023 crop years. Farms not electing will be automatically enrolled in ARC-CO.	ARC-CO and PLC are reauthorized. Farmers will have an opportunity to elect a program for the 2019 to 2023 crop years. ARC-IC is eliminated. Default option remains PLC.
ARC-CO Farm Location	Based on the physical location of the farm.	NA
ARC Yields	Use the best source of yield data. Plug yields in benchmark revenue calculation now based on 75% of T-Yields (was 70%). Trend-Adjusted Yield factors taken into consideration for ARC-CO payments.	Use RMA yield data where available. Calculate a separate actual crop revenue and agriculture risk coverage guarantee for irrigated and non-irrigated covered commodities
PLC Reference Prices	No changes made to PLC reference prices	Includes a floating PLC reference price that can reach as high as 115% of the reference price.
PLC Payment Yields	NA	One-time opportunity to update payment yields in counties impacted by D4 drought for 20 or more consecutive weeks.
Base Acres	Allows Secretary to include non-covered commodities such as fruits, vegetables or wild rice planted on base to be considered the same as planting a covered commodity. Requires USDA to review the establishment, calculation, reallocation, adjustment, and reduction of base acres under the 2014 Farm Bill and provide a report within 2 years to the House and Senate Agriculture Committees.	Farms with base acres and no covered commodity planted or prevented planting at any point from 2009 through 2017, the base acres become unassigned and ineligible for any ARC and PLC payments.
Timing of Payments	Within 30 days of the end of the marketing year payments rates will be announced.	NA
Actively Engaged in Farming	Includes significantly tighter actively engaged provisions that limit only one person or entity in a farm operation to meet actively engaged requirement by providing management activities – all other persons or entities must provide labor contribution to meet requirements for program eligibility. Significant contribution of active personal management is defined as either 500 hours annually or 25% of the management hours necessary for the operation annually.	Broadens definition of family member for actively engaged determination for program eligibility to include nieces, nephews and first cousins. Applies the payment limit and AGI to everyone in a pass-through entity (S corp, LLC) rather than the entity itself (i.e. treats pass-through entities like general partnerships and joint ventures).
Adjusted Gross Income Limitation	Senate establishes an AGI Limitation of \$700,000, this is	Current AGI Limitation is continued at \$900,000

	down from \$900,000. The adjusted gross income is an individual's total gross income minus specific deductions.	
Payment Limitations	Continues current \$125,000 per person payment limit for ARC/PLC payments; maintains separate \$125,000 limit for peanuts	Continues current \$125,000 per person payment limit for ARC/PLC payments; maintains separate \$125,000 limit for peanuts
Title I - Sugar		
	Extends the sugar program	Extends the sugar program
Title I - Dairy		
Name	Dairy Risk Coverage	Dairy Risk Management Program
Relation to LGM-Dairy	NA	Allows farms to use both Dairy Risk Coverage and LGM-Dairy but not on the same milk production.
Annual Enrollment	NA	Locked in to Coverage Election for Life of Farm Bill
Tier 1 Coverage	Increases maximum coverage to as much as \$9 hundredweight	Increases maximum coverage to as much as \$9 hundredweight
Covered Milk Production	Can cover 0% to 90% in 5% increments of farm's production history	Can cover 0% to 90% in 5% increments of farm's production history
Tier 1 Premiums	Reduced by as much as 80%	Reduced by as much as 80%
Small Farm Discount	Farms with a less than 2 million pounds of production history get 50% discount. Farms with less than 10 million pounds get 25% discount.	NA
Tier 2 Premiums	Tier 2 premium rates are increased. Tier 2 coverage is only available to \$8 per hundredweight.	NA
Catastrophic Coverage	Set at \$5 per hundredweight that does not exceed 40 percent of the farm production history	NA
Repayment of Premiums	Refunds dairy operators for premiums paid into Margin Protection Program for 2014 to 2017.	NA
Feed Costs	NA	Directs USDA to study costs of average feed costs.
Class I Milk Price	Changes fluid milk price to average of Class III and IV plus 74¢	Changes fluid milk price to average of Class III and IV plus 74¢
Milk Donation Program	Authorizes up to \$5 million for a Milk Donation Program to provide nutrition assistance to low income groups and to reduce food wastes. Eligible dairy organizations can receive reimbursement for qualified expenses.	NA
Title II - Conservation		
Conservation Reserve Program Acreage	Increase CRP acreage cap to 25 million acres.	Increases CRP acreage by 1 million acres each fiscal year to a cap of 29 million acres
CRP Rental Rates	Payments shall not exceed 88.5% of the estimated rental rates.	Caps rental rates at 80% of NASS rental rates. Steps down rental rate by reenrollment. Initial enrollment rate capped at 80% of applicable county rental rate. Declines to 65%, 55%, 45%, and 35% for 1st, 2nd, 3rd, and 4th reenrollment.

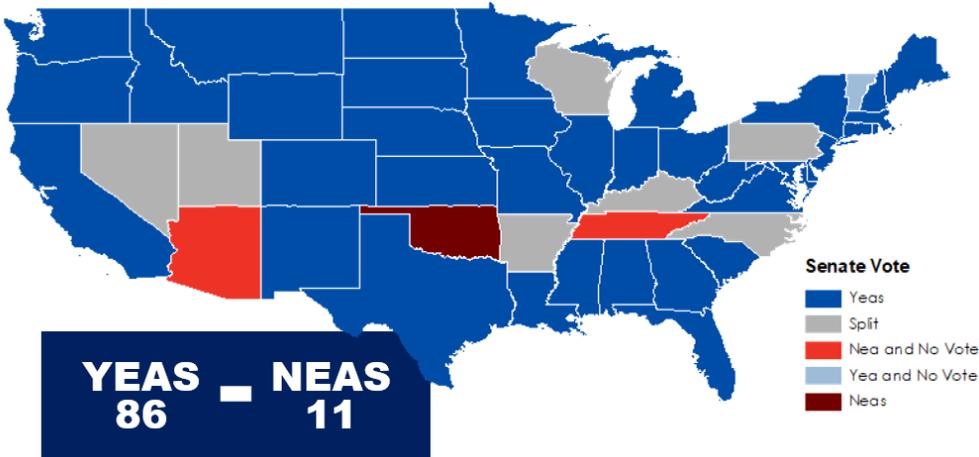
Environmental Quality Incentives Program	Continues EQIP at current funding levels	CSP program is merged into EQIP, funding is increased by \$3 billion
EQIP Livestock	Livestock carveout is 50% of EQIP funding	Removes the 60% livestock carve; 5% must go to wildlife practices.
EQIP Irrigation	NA	Allows irrigation districts, irrigation associations, and acequias to be eligible for EQIP.
Conservation Stewardship Program	Continues CSP with a 5-year renewal	Repeals CSP program, Current contracts are honored, but no reenrollments will occur
CSP Acreage	Annual enrollment maximum reduced from 10,000,000 to 8,797,000 acres. Adds soil health and activities that mitigate impact of increasing weather volatility as program priorities.	Repeals CSP program, Current contracts are honored, but no reenrollments will occur
ACEPP	Continues ACEP (Agricultural Conservation Easement Program) with some modifications.	Increases funding for ACEP (Agricultural Conservation Easement Program).
RCCP	Continues RCCP (Regional Conservation Partnership Program) with some modifications.	Increases funding for RCCP (Regional Conservation Partnership Program).
Title III - Trade		
Trade Programs Combined	Combines the current Market Access Program (MAP), Foreign Market Development program (FMD), Emerging Markets Program (EMP), and Technical Assistance for Specialty Crops (TASC). Funded at \$259.5 million annually.	Combines the current Market Access Program (MAP), Foreign Market Development program (FMD), Emerging Markets Program (EMP), and Technical Assistance for Specialty Crops (TASC). Funded at \$255 million annually.
Title V - Credit		
Lending	Increases authorization for USDA loans to \$12 billion annually. \$2 million for direct ownership loans; \$2 million for direct operating loans; \$4 million for guaranteed ownership loans; and \$4 million for guaranteed operating loans.	Increases the loan limit for USDA guaranteed farm ownership and farm operating loans from \$700,000 to \$1,750,000, adjusted for inflation.
Military Veterans	Additional financial and risk management support. Benefits include Farm Service Agency down payment loans, reduced interest rates on guaranteed loans and increased risk management education and support.	NA
Title XI and X – Crop Insurance		
ARC-CO and Crop Insurance	NA	No area insurance contract can be purchased for a crop and acres for which ARC-CO was elected.
Hemp	Adds hemp as an agricultural commodity. Several provisions facilitate development of an insurance contract for hemp.	NA
Military Veterans	Additional financial and risk management support. Benefits include Farm Service Agency down payment loans, reduced interest rates on guaranteed	NA

	loans and increased risk management education and support.	
Miscellaneous		
National Animal Disease Preparedness	Authorizes but does not fund National Animal Disease Preparedness and Response Program to address risk of animal pests and diseases affecting U.S. livestock and related industries.	Authorizes National Animal Disease Preparedness and Response Program to address risk of animal pests and diseases affecting U.S. livestock and related industries.



WHO SUPPORTED THE FARM BILL?

Senate Farm Bill Passed June 28, 2018



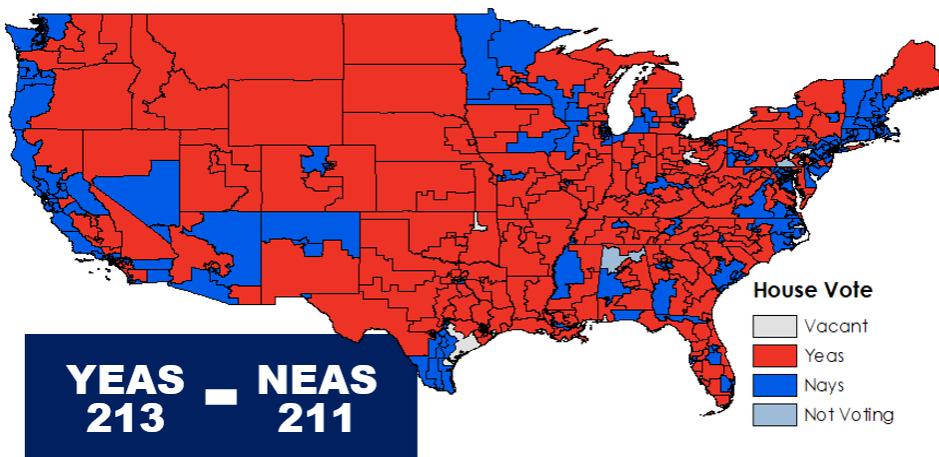
46 Democrats and 2 Independents Voted Yes, 1 No Vote (Vermont)
38 Republicans Voted Yes, 11 Neas and 2 No Votes

Source: U.S. Senate



WHO SUPPORTED THE FARM BILL?

House Farm Bill Passed June 21, 2018



213 Republicans voted for the bill & 20 Republicans joined 191 Democrats in opposition

Source: House Clerk on H.R. 2