

Conservation Security Program: Self-Assessment Workbook



The Conservation Security Program (CSP) is a voluntary conservation program administered by the Natural Resources Conservation Service (NRCS), an agency of the United States Department of Agriculture (USDA).

Helping People Help the Land

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Introduction

About the Conservation Security Program

The Conservation Security Program (CSP) is a unique program that goes beyond the past approach of repairing on-farm conservation problems. Instead, CSP offers rewards to those who have been good stewards of the soil and water resources on their working agricultural land. It also offers incentives for those who wish to exceed the minimum levels of resource protection and enhance the natural resources on the land they manage. By rewarding land stewardship, CSP will ensure that our Nation's private and Tribal agricultural lands remain viable working enterprises.

The program is available in designated watersheds of all 50 states, the Caribbean area and the Pacific Basin area. The number of watersheds selected for participation in any year depends on funds allocated by Congress. To be eligible for CSP, a majority of your agricultural operation must be within one of the selected watersheds. For more information about the watersheds selected, contact your local NRCS office, or go to the NRCS Web page:

<http://www.nrcs.usda.gov/programs/csp/>.

The program provides equitable access to benefits to all producers regardless of the size of the operation, crops produced, or geographic location. NRCS will establish and publicly announce application sign-up periods each year.

About this Self-Assessment Workbook

This self-assessment is required for all CSP applications and must be completed by the applicant prior to the published application evaluation period cut-off date for the application to be considered for funding. This workbook is also available on-line at <http://www.nrcs.usda.gov/programs/csp/>. The interactive site allows you to log on and off at your convenience to complete the workbook at your own pace.

As you go through this workbook and answer questions about your operation, you will get a good idea about whether you are eligible for CSP at this time. You will answer "yes," "no," or "not applicable (NA)" if the question covers a topic or management technique that is not relevant to your operation. In the benchmark inventory section, you will be asked to record the conservation practices and activities that are ongoing on your operation. This benchmark inventory will serve as the basis for your stewardship plan.

Records and Record Keeping

Records for two out of the last three years are required for eligibility in CSP. Applicants will be required to certify in writing that their records preceding the sign-up period and documentation are available upon request by NRCS during the sign-up and throughout the life of the CSP contract.

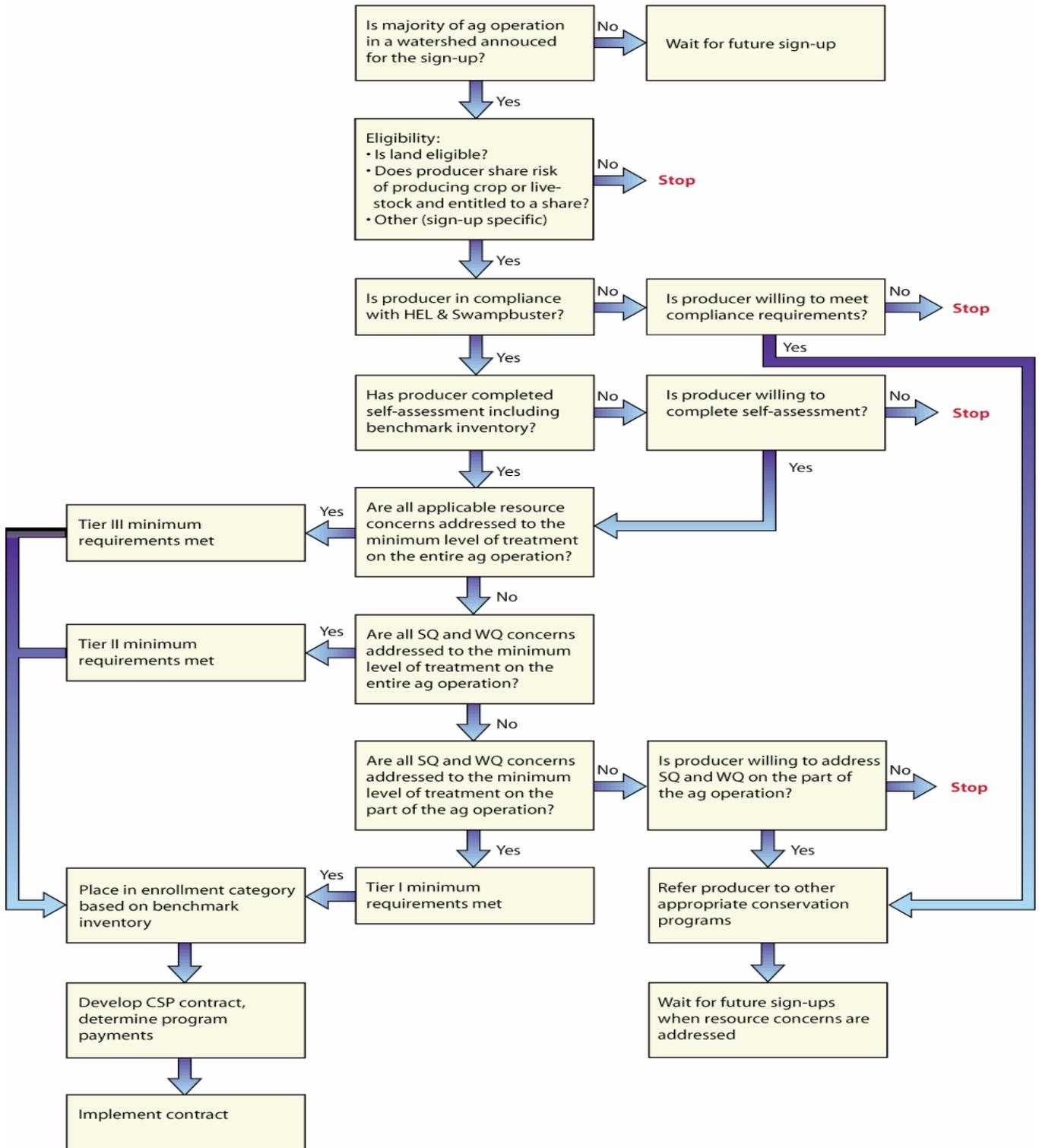
About the Application Process

After you complete this Self-Assessment Workbook you will have a good indication of whether CSP is the right program for you at this time. If you believe your operation is eligible for CSP, the next step will be for you to schedule an interview with your local NRCS office. During the interview, the NRCS staff will review your Self-Assessment Workbook, documents and records to verify the information and clarify any questions.

If NRCS determines that your application meets the basic eligibility requirements and sign-up criteria, your application will be placed in a tier as described in the “Application Process Next Steps” section of this workbook. Your tier placement will establish the length of your contract, final stewardship payment rate and contract payment limits.

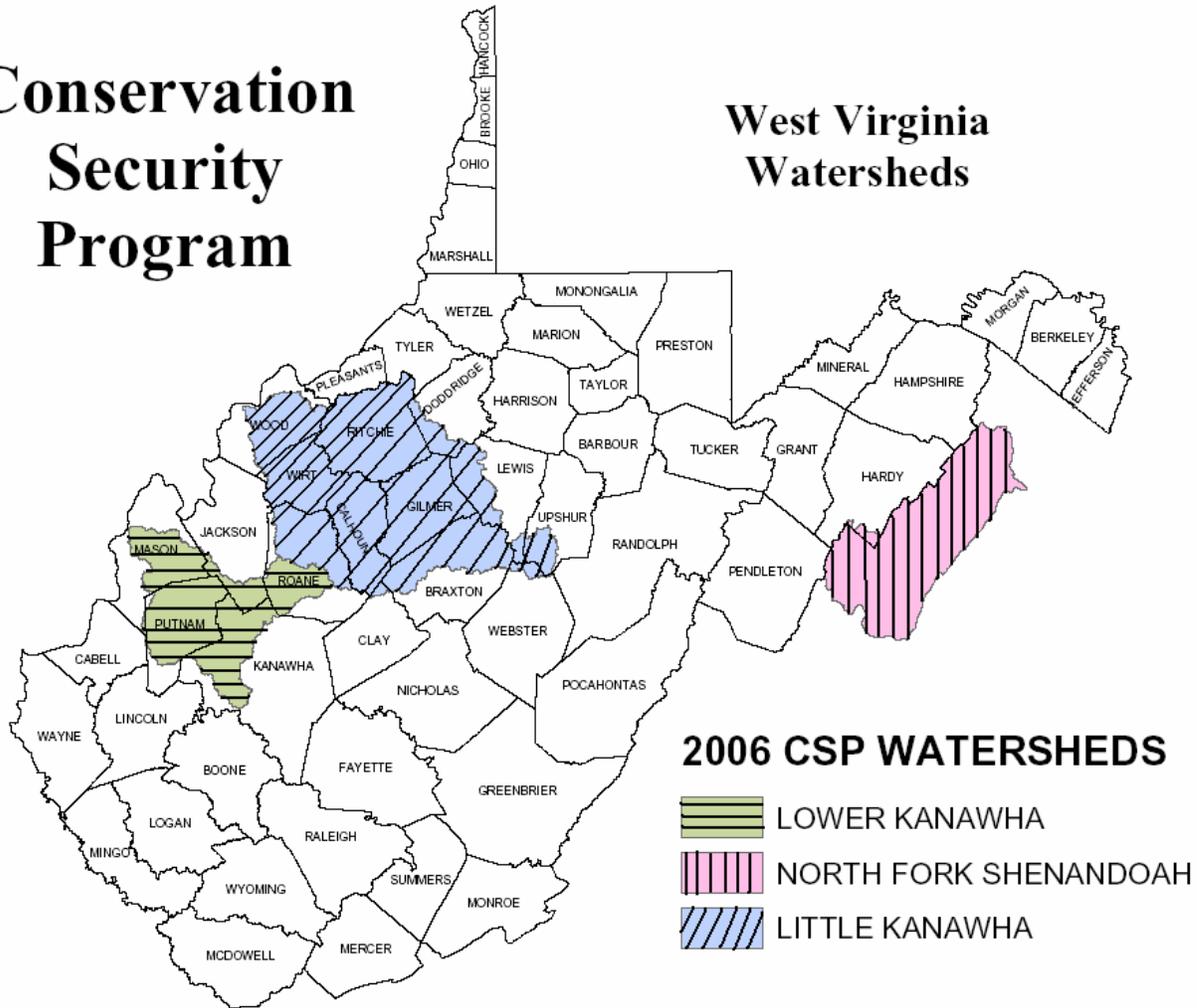
Your application will then be placed into an enrollment category for funding consideration based on the criteria specified in this sign-up notice. You may choose to be placed into the highest enrollment category for which your application qualifies. It is likely that you will have several tier and enrollment category options from which to choose. NRCS cannot make this decision for you, nor predict if funding will be available for any specific category. The NRCS staff will explain the requirements and payments of the different options available to you so that you can make the right decision for your operation.

CSP Application Process



Conservation Security Program

West Virginia Watersheds



Lower Kanawha Watershed

Includes parts of Jackson, Kanawha, Mason, Putnam, and Roane Counties.

Little Kanawha Watershed

Includes parts of Braxton, Calhoun, Clay, Doddridge, Gilmer, Lewis, Ritchie, Roane, Upshur, Webster, Wirt, and Wood Counties.

North Fork Shenandoah Watershed

Includes part of Hardy County

STEP 1: Land and Producer Eligibility

YOUR NAME: _____

ADDRESS: _____

PHONE NUMBER: _____

EMAIL ADDRESS: _____

List the location of the land, or portion of land, you wish to enroll in CSP.

NAME of LAND: _____
(Example – Smith Farm)

ZIP CODE: _____

WATERSHED: _____

LOCATION:
(township, range, section,
parish, etc.) _____

Signature

Date

Land and Producer Eligibility Questions

1. Do you share in the risk of producing crops or livestock on this operation? YES NO NA

Note:

Landlords who receive only cash payments for renting the land are not currently eligible to apply for CSP on that acreage.

2. Are you entitled to share in the crop or livestock available for marketing from the agricultural operation? YES NO NA
-

3. Do you have control of the land you intend to enroll in CSP for the life of the proposed 5- to 10-year contract period? YES NO NA

Note:

A lease is not required, but tenants must be able to provide written evidence or assurance of control from the landowner(s). You may use the "Control of Land Certification" form in *Appendix A* to provide this evidence.

4. Is your average adjusted gross income less than or equal to \$2.5 million, or if greater than \$2.5 million, did 75% come from farming, ranching, or forestry? YES NO NA

Note:

To participate in CSP, your average Adjusted Gross Income (AGI) for the 3 tax years immediately preceding the year the contract is approved cannot exceed \$2.5 million, unless at least 75 percent of the income was derived from agriculture.

You must complete the AGI determination form "CCC-526, Payment Eligibility Average Adjusted Gross Income Certification" in *Appendix B*, prior to application.

Land and Producer Eligibility Questions

5. Are you in compliance with the highly erodible land and wetland conservation provisions of the 1985 Farm Bill as amended? YES NO NA

Note:

The Food Security Act of 1985, as amended, requires that persons who produce agriculture commodities protect all cropland classified as being highly erodible from excessive erosion and all wetlands from conversion. The provisions have been amended in the 1990, 1996, and 2002 Farm Bills.

If you have not participated in a USDA program, you must complete a "Highly Erodible Land Conservation and Wetland Conservation Certification" form AD-1026 in *Appendix C* and submit it to your local USDA Service Center.

-
6. Is the land you wish to enroll in CSP currently in the Conservation Reserve Program (CRP), Conservation Reserve Enhancement Program (CREP), Wetlands Reserve Program (WRP), Wetlands Reserve Enhancement Program (WREP) or Grassland Reserve Program (GRP)? YES NO NA

Note:

Land enrolled in CRP, CREP, WRP, WREP or GRP cannot be a part of the CSP contract but should be included in your agricultural delineation. In addition, land accepted in a recent CRP sign-up for contract development is not eligible.

For example: You would like to enroll a 40-acre parcel that has a 2-acre CRP buffer. You will include all 40 acres in your delineation. However, only the 38 acres that are not enrolled in CRP will be eligible for payment in a CSP contract.

-
7. Is the land you wish to enroll private agricultural land or Tribal land? YES NO NA

Note:

Public land (owned by federal, state or local government) is not eligible for CSP payments but should be included in your delineation if the land is under your control.

Answers
Land and Producer Eligibility

1.	YES	You must share in the risk of producing the agricultural product to be eligible.
2.	YES	You must be entitled to share in the crop or livestock available for marketing. If no product was produced or available for market, you must demonstrate that you would have shared had the crop or livestock been produced or available.
3.	YES	You must be able to certify that you have control of the land.
4.	YES or NA	You must be in compliance with the AGI provision of the 2002 Farm Bill. Recognized Indian Tribes and program participants who are reservists, military personnel called to active duty as the result of Operation Iraqi Freedom and other similar military operations are EXEMPT from the AGI provision and may answer NA, not applicable. If you answer NA, you will need to verify that you qualify for this exemption.
5.	YES	You have completed a Highly Erodible Land Conservation and Wetland Conservation Certification form and are in compliance (Appendix C). Note: If you answered NO, you are still eligible to apply for CSP but you MUST complete a Highly Erodible Land Conservation and Wetland Conservation Certification form (Appendix C) for your application to be considered.
6.	NO or NA	The land you wish to enroll in CSP is not currently in CRP, CREP, WRP, WREP or GRP. You do not have any land in CRP, CREP, WRP, WREP or GRP.
7.	YES	If you are unsure, refer to the definition of agricultural land.

IF YOUR ANSWERS DIFFER, you may not be eligible for CSP at this time. Please review your responses and answer only for the land, or portion of land, that you wish to enroll in CSP.

You may want to identify a smaller portion of your operation, by taking out the lands that are not eligible, and answer the questions again.

Delineating your Agricultural Operation

The applicant will delineate the agricultural operation as the initial step in the application process.

When you delineate your agricultural operation, you should include all agricultural land under your control and other land, such as farmsteads, feedlots, headquarters and incidental forest lands. The operation should constitute a cohesive management unit that is operated with equipment, labor, an accounting system, and management that is substantially separate from any other land. The land within the operation may be contiguous or noncontiguous. The minimum size of an agricultural operation is a field.

In delineating your operation, you may elect to use the Farm Service Agency (FSA) farm boundaries or you may use whatever term (or number) you choose to describe the land. If you decide to use FSA farm boundaries in your application, the entire farm area must be included within the delineation. You may offer one farm or aggregate farms into one agricultural operation.

Your delineation should include all land under your control, including land that is ineligible for CSP payments, such as:

- Land in the Conservation Reserve Program (CRP), Conservation Reserve Enhancement Program (CREP), Wetlands Reserve Program (WRP), Wetlands Reserve Enhancement Program (WREP) or Grassland Reserve Program (GRP)
- Public land
- Forest land

Although the lands mentioned above are not eligible to receive payments, the conservation work on this land may be used to determine your eligibility for the program.

What to include in your delineation:

- √ Agricultural land
- √ Incidental parcels – including, but not limited to, pivot corners, field borders, linear areas, turn rows, intermingled wet or riparian areas
- √ Other lands – such as farmsteads, ranch sites, barnyards, feed lots, equipment storage areas, materials handling areas, greenhouses and other such developed areas. The amount of “other lands” cannot exceed 10% of the total acreage enrolled.
- √ Land in CRP, CREP, WRP, WREP and GRP
- √ Public land under your control
- √ Forest land

STEP 2: Minimum Treatment for Land Use Types

Land Use Designations

In order to be eligible for CSP, your land must be considered private agricultural land. Agricultural land means cropland, rangeland, pastureland, hayland, and other land on which food, fiber, and other agricultural products are produced. This “other land” includes land of varying cover types, such as cropped woodland and cropped marshes, managed primarily for the production of food, fiber or other agricultural products, through a low input system. Areas used for strip-cropping or alley-cropping and silvopasture practices will be included as agricultural land. The land use designations for CSP are listed below. Check all of the land types you wish to enroll in CSP. You will be asked to answer minimum treatment questions for the land uses you wish to enroll.

CROPLAND

A land cover/use category, either irrigated or non-irrigated, that includes areas used for the production of adapted crops for harvest, including but not limited to land in row crops or close-grown crops, forage crops that are in a short or long term rotation with row or close-grown crops, permanent hayland, horticultural cropland, orchards, vineyards and field grown ornamentals.

Hayland: land managed for the production of forage crops that are machine harvested. The crop may be grasses, legumes, or a combination of both.

Cropped Woodland and Marshes: where at least 50% of the area is actively managed to produce an agricultural product. The crop may be grown symbiotically within the system, such as ginseng and wild rice, or harvested directly from the trees, such as maple syrup. For maple syrup production, the number of tapped trees will be used to determine the production area. Once established, the agricultural product is harvested annually. Plants are selectively removed as needed to control disease and insect pests or to prevent overcrowding of the desired species. If utilized, nutrient applications follow University recommendations for the desired crop.

Note: To be eligible for payment, the land must have been planted, considered to be planted, or devoted to crop production, as determined by NRCS, for at least 4 out of the 6 years from May 13, 1996 to May 13, 2002.

PASTURELAND

A land cover/use category of land managed primarily for the production of introduced forage plants for grazing animals and includes improved pasture and silvopasture. Pastureland cover may consist of a single species in a pure stand, a grass mixture, or grass-legume mixture. Management usually consists of cultural treatments: fertilization, weed control, reseeding or renovation, and control of grazing.

RANGELAND

A land cover/use category on which the climax or potential plant cover is composed principally of native grasses, grass-like plants, forbs, or shrubs suitable for grazing and browsing, and introduced forage species that are managed like rangeland. The term would include areas where introduced, hardy and persistent grasses are planted and practices such as deferred grazing, burning, chaining, and rotational grazing are used, with little or no chemicals or fertilizer being applied.

Minimum Treatment for Land Use Types

The following questions will help determine if the land you wish to enroll in CSP meets the minimum program requirements. Each question pertains **only** to the land you intend to enroll in CSP. If a question is not applicable to your operation, mark "NA."

Please answer all of the questions for each land use type you wish to enroll. The answers are provided at the end of each land use section. If your answers differ, you may identify a smaller portion of your operation, by taking out the lands that are not eligible, and answer the questions again.

CROPLAND Questions

Nutrients and Pesticides

In the following questions, the term **nutrient** includes organic and inorganic forms from all sources, such as commercial, animal waste, sludge, compost or agricultural by-products. **Pesticide** refers to insecticides, fungicides, miticides, rodenticides and herbicides. **Pest** refers to insects, plant diseases, rodents and weeds.

-
1. Have you taken soil samples and tested soils to determine the level of plant available nutrients in the soil? YES NO NA

-
2. If you apply fertilizers, do you use a schedule or a Nutrient Management Plan to apply fertilizers, animal manure, or agricultural by-products? YES NO NA

Note:

A Nutrient Management Plan provides recommendations on the amount, form, placement and timing of plant nutrients to obtain optimum yields while minimizing the risk of surface and groundwater pollution. The plan should address all sources of nutrients utilized.

-
3. If you apply pesticides, do you use a schedule or a Pest Management Plan to conduct pest control activities on your cropland? YES NO NA

Note:

A Pest Management Plan provides recommendations on the chemical (pesticides), biological (beneficial insects, controlled grazing), or cultural (brush management, burning), control of pests (insects, weeds, plant diseases or rodents). It outlines the use, amount, form, timing and application of the control method to obtain optimum yields while minimizing the risk of surface and groundwater pollution.

-
4. Do you have two years of written records or documentation of your nutrient and pest management activities? YES NO NA

Note:

Records should include crop type, projected yields, soil analysis, dates and application rates of all nutrients used. Records should also include the target pest, crop type and type of pesticide used, dates and application rates or the cultural or biological control method used and dates implemented, including spot treatments.

CROPLAND Questions

5. Have you taken adequate steps to safeguard ground water from contamination by properly protecting active or abandoned wells? YES NO NA

Examples of measures to protect wells:

- Install sanitary well caps, tightly secured with a screened vent
 - Use pitless adaptors (a special pipe fitting that connects a water line to a well casing and provides a sanitary and frost-proof seal)
 - Prevent surface runoff from reaching the area immediately surrounding the well
-

6. Have you taken adequate steps to safeguard ground and surface water from contamination by properly protecting fertilizer or pesticide mixing and loading sites? YES NO NA

The following are examples of measures that may be taken:

- Ensure the mixing/loading site is located a safe distance from wells and surface water areas such as streams, rivers, ponds, lakes canals and drainage ditches.
 - Use secondary containment on highly permeable or sandy soil
 - Properly dispose of rinse water from cleaning fertilizer/pesticide application equipment
 - Properly dispose of used pesticide/fertilizer containers
-

7. If the cropland is periodically grazed, are you managing livestock to adequately protect surface and ground water from contamination by implementing the following steps: YES NO NA

- Manage livestock access to rivers, streams, and other water courses
 - Prevent livestock direct access to sinkholes and other direct paths to ground water
 - Identify periods of grazing, rest and other treatments
-

CROPLAND Questions

Sediment

8. Have you protected surface waters from additions of sediment caused by direct runoff from your cropland? YES NO NA

Note:

Soil erosion includes sheet and rill, ephemeral and classic gullies and is the leading way nutrients and pesticides attach to soil particles and move from cropland. The following structural, vegetative and management practices are used to control erosion:

- Terrace, diversion and waterway conservation systems
- Reduced tillage and contour farming practices
- Buffers, filter strips, field borders, vegetative barriers and critical area plantings

Drift

9. Do you take measures to control the drift of agri-chemicals by managing the timing or method of applications or by installing windbreaks or buffers? YES NO NA

Volatilization

10. Do you manage the timing and method of nutrient and pesticide applications, incorporate when feasible, or use urease inhibited or urea based fertilizer compositions? YES NO NA

Salinity

11. Do you monitor salinity levels and use techniques to manage salinity? YES NO NA

The following are techniques to manage salinity:

- Irrigation and drainage water management
- Deep tillage
- Reduce time land is left fallow
- Use soil amendments, such as gypsum
- Plant salt-tolerant crops
- Well and/or surface water testing

CROPLAND Questions

Soil Quality

12. Do you grow high-residue crops, such as corn, small grains, canola, or mint at least 1 in 3 years in rotation? YES NO NA
-
13. Do you maintain a ground cover between the rows of your vineyard, orchard or field grown ornamentals? YES NO NA
-
14. Do you include any of the following in your crop rotation? YES NO NA
- No-till, strip-till, direct seeding, or mulch-till
 - Perennial sod or hay in rotation
 - Add organic soil amendments such as manure or compost
 - Grow cover and green manure crops
- If none of the above, do your soil tests indicate an increase in organic matter?
-
15. Do you take measures to control soil compaction by avoiding tillage when soils are wet, utilizing permanent access roads, reducing tillage operations or growing deep rooted cover crops? YES NO NA

Irrigation

16. Do you adjust your irrigation rates for nutrient and pesticide applications? YES NO NA
-
17. Do you control irrigation-induced erosion by using a cover crop, perennial cover, polyacrylamide (PAM), residue management, or irrigation water management? YES NO NA
-
18. Do you apply irrigation water at rates that avoid water loss due to surface runoff or deep percolation? YES NO NA

Answers
Minimum Treatment Requirements for CROPLAND

1.	YES	You may answer “ NA ” to questions 1-4, if you DO NOT apply nutrients or pesticides on the cropland you wish to enroll in CSP. Remember, the term nutrient includes organic and inorganic forms from all sources such as commercial, animal waste, sludge, compost or agricultural by-products. The term pest includes insects, weeds, plant diseases and rodents.
2.	YES	
3.	YES	
4.	YES	
5.	YES	You may answer “ NA ” if you DO NOT have any active or abandoned wells on the cropland you wish to enroll in CSP.
6.	YES	You may answer “ NA ” if you DO NOT have any fertilizer or pesticide mixing and loading sites on the cropland you wish to enroll in CSP.
7.	YES	You may answer “ NA ” if you DO NOT periodically graze the cropland you wish to enroll in CSP.
8.	YES	
9.	YES	You may answer “ NA ” if you DO NOT use agri-chemicals on the cropland you wish to enroll in CSP.
10.	YES	You may answer “ NA ” if you DO NOT use nutrients or pesticides on the cropland you wish to enroll in CSP.
11.	YES	You may answer “ NA ” if you DO NOT have saline soils.
12.	YES	
13.	YES	You may answer “ NA ” if you DO NOT have a vineyard, orchard or field grown ornamentals.
14.	YES	
15.	YES	
16.	YES	You may answer “ NA ” to questions 16-18, if you DO NOT irrigate the cropland you wish to enroll in CSP.
17.	YES	
18.	YES	

IF YOUR ANSWERS DIFFER, you may not be eligible for CSP at this time. Please review your responses and answer only for the land, or portion of land, that you wish to enroll in the CSP.

You may want to identify a smaller portion of your operation, by taking out the lands that are not eligible, and answer the questions again.

PASTURE and RANGELAND Questions

1. Do you follow a Grazing Management Plan that includes a grazing schedule and rest periods for all acres grazed? YES NO NA

Note:

A Grazing Management Plan provides the kind, class and number of animals that are supported based on the available forage supply. The grazing plan includes deferment, timing and duration of grazing.

2. Do you have an adequate grazing and roughage supply to meet your livestock needs on a monthly basis? YES NO NA

3. Do you have a grazing management contingency plan to adjust livestock numbers for changes in forage production due to drought, flooding, wildfire, and other natural events? YES NO NA

4. Are you using watering facilities, salting locations, fences or herding techniques to improve grazing distributions within pastures? YES NO NA

5. Do you have two years of written documentation or records of your grazing activities? YES NO NA

Note:

Records should include: Total grazing acres, forage production per pasture, number of livestock, grazing schedules, existing fences and watering facilities.

6. Are you managing livestock access to rivers, streams and other water courses? YES NO NA

7. Are livestock prevented access to sinkholes and other direct paths to groundwater to protect water quality? YES NO NA

8. Do you manage access roads, stock trails and other critical areas to limit surface water runoff and to prevent erosion? YES NO NA

9. Have you taken adequate steps to safeguard ground water from contamination by properly protecting active or abandoned wells? YES NO NA

Examples of measures to protect wells:

- Install sanitary well caps, tightly secured with a screened vent
- Use pitless adaptors (a special pipe fitting that connects a water line to a well casing and provides a sanitary and frost-proof seal)
- Prevent surface runoff from reaching the area immediately surrounding the well

PASTURE and RANGELAND Questions

Nutrients and Pesticides

In the following questions, the term **nutrient** includes organic and inorganic forms from all sources, such as commercial, animal waste, sludge, compost or agricultural by-products. **Pesticide** refers to insecticides, fungicides, miticides, rodenticides and herbicides. **Pest** refers to insects, plant diseases, rodents and weeds.

-
10. Have you taken soil samples and tested soils to determine the level of plant available nutrients in the soil? YES NO NA
-

11. If you apply fertilizer, do you use a schedule or a Nutrient Management Plan to apply fertilizers, animal manure, or agricultural by-products? YES NO NA

Note:

A Nutrient Management Plan provides recommendations on the amount, form, placement and timing of plant nutrients to obtain optimum yields while minimizing the risk of surface and groundwater pollution. The plan should address all sources of nutrients utilized.

-
12. If you apply pesticides, do you use a schedule or a Pest Management Plan to conduct pest control activities on your pasture and rangeland? YES NO NA

Note:

A Pest Management Plan provides recommendations on the chemical (pesticides), biological (beneficial insects, controlled grazing), or cultural (brush management, burning), control of pests (insects, weeds, plant diseases or rodents). It outlines the use, amount, form, timing and application of the control method to obtain optimum yields and forage quality while minimizing the risk of surface and groundwater pollution.

-
13. Do you have two years of written records or documentation of your nutrient and pest management activities? YES NO NA

Note:

Records should include forage type, projected yields, soil analysis, dates and application rates of all nutrients used. Records should include the target pest, forage type and type of pesticide used, dates and application rates or the cultural or biological control method used and dates implemented including spot treatments.

PASTURE and RANGELAND Questions

Irrigation

14. Do you adjust your irrigation rates for nutrient and pesticide applications? YES NO NA

15. Do you apply irrigation water at rates that avoid water loss due to surface runoff or deep percolation? YES NO NA

16. Do you monitor salinity levels and use techniques to manage salinity? YES NO NA

The following techniques can be used:

- Irrigation and drainage water management
 - Use soil amendments, such as gypsum
 - Plant salt-tolerant forages
-

Answers

Minimum Treatment Requirements for PASTURE and RANGELAND

1.	YES	
2.	YES	
3.	YES	
4.	YES	
5.	YES	
6.	YES	You may answer “ NA ” if you DO NOT have any rivers, streams or other water courses on the pasture or rangeland you wish to enroll in CSP.
7.	YES	You may answer “ NA ” if you DO NOT have sinkholes or other direct paths to groundwater on the pasture or rangeland you wish to enroll in CSP.
8.	YES	
9.	YES	You may answer “ NA ” if you DO NOT have any active or abandoned wells on the pasture or rangeland you wish to enroll in CSP.
10.	YES	You may answer “ NA ” to questions 10-13, if you DO NOT apply nutrients or pesticides on the pasture or rangeland you wish to enroll in CSP. Remember, the term nutrient includes organic and inorganic forms from all sources such as commercial, animal waste, sludge, compost or agricultural by-products and the term pest includes insects, weeds, plant diseases and rodents.
11.	YES	
12.	YES	
13.	YES	
14.	YES	You may answer “ NA ” to questions 14-15, if you DO NOT irrigate the pasture land you wish to enroll in CSP.
15.	YES	
16.	YES	You may answer “ NA ” if you DO NOT have saline or sodic soils.

IF YOUR ANSWERS DIFFER, you may not be eligible for CSP at this time. Please review your responses and be sure to answer only for the land, or portion of land, that you wish to enroll in the CSP.

You may want to identify a smaller portion of your operation, by taking out the lands that are not eligible, and answer the questions again.

STEP 3: Benchmark Inventory

The Benchmark Inventory will be the foundation of your CSP stewardship plan. It is important that you provide as much information about your operation as possible. You will be asked to describe your management system, such as your crop rotation and associated tillage, or your pasture rotation and associated grazing management activities. You will also be asked to describe any conservation work or practices you have already completed and identify any resource concerns you may have.

Remember to only include the land you wish to enroll in CSP

examples

Name of Agricultural Operation: Benchmark Farms		Name of Applicant: Joanne Smith
Land Use: crop	Field Name or #: 2	Acres: 33
Crop Rotation/Tillage or Pasture Rotation/Grass Management	Conservation Work or Practices Already Installed or In Use on this Field	Resource Concerns, Problems or Opportunities You Would Like to Address
Corn/soybean/winter rye rotation;	nutrient management, pest	would like to improve habitat for quail
no-till corn into rye stubble. Disk corn	management, scouting, split application	
residue once prior to planting	of nitrogen on corn, grass field border	
soybeans into corn stubble		

Name of Agricultural Operation: Benchmark Ranch		Name of Applicant: John Smith
Land Use: range	Field Name or #: north end	Acres: 245
Crop Rotation/Tillage or Pasture Rotation/Grass Management	Conservation Work or Practices Already Installed or In Use on this Field	Resource Concerns, Problems or Opportunities You Would Like to Address
2 pasture switchback	watering sites, spring burn, fencing,	Invasive weeds from neighboring sites
	salt placement, brush management	starting to come into property

BENCHMARK INVENTORY for the Conservation Security Program

Name of Agricultural Operation:

Name of Applicant:

Land Use:	Field Name or #:	Acres:
Crop Rotation/Tillage or Pasture Rotation/Grass Management	Conservation Work or Practices Already Installed or In Use on this Field	Resource Concerns, Problems or Opportunities You Would Like to Address
Land Use:	Field Name or #:	Acres:
Crop Rotation/Tillage or Pasture Rotation/Grass Management	Conservation Work or Practices Already Installed or In Use on this Field	Resource Concerns, Problems or Opportunities You Would Like to Address

BENCHMARK INVENTORY for the Conservation Security Program

Name of Agricultural Operation:

Name of Applicant:

Land Use:	Field Name or #:	Acres:
Crop Rotation/Tillage or Pasture Rotation/Grass Management	Conservation Work or Practices Already Installed or In Use on this Field	Resource Concerns, Problems or Opportunities You Would Like to Address
Land Use:	Field Name or #:	Acres:
Crop Rotation/Tillage or Pasture Rotation/Grass Management	Conservation Work or Practices Already Installed or In Use on this Field	Resource Concerns, Problems or Opportunities You Would Like to Address

BENCHMARK INVENTORY for the Conservation Security Program

Name of Agricultural Operation:

Name of Applicant:

Land Use:	Field Name or #:	Acres:
Crop Rotation/Tillage or Pasture Rotation/Grass Management	Conservation Work or Practices Already Installed or In Use on this Field	Resource Concerns, Problems or Opportunities You Would Like to Address
Land Use:	Field Name or #:	Acres:
Crop Rotation/Tillage or Pasture Rotation/Grass Management	Conservation Work or Practices Already Installed or In Use on this Field	Resource Concerns, Problems or Opportunities You Would Like to Address

Application Process Next Steps

Completing the self-assessment should have provided you with a good indicator of whether CSP is the right program for you at this time. CSP is one of several conservation programs and services available to help you meet your objectives. The first step towards achieving your conservation goals is to develop a Conservation Plan on your farm or ranch if you do not already have one. Contact your local NRCS office for technical assistance, program information and help in developing or implementing your conservation plan.

If you believe your operation is eligible for CSP, the next step is to schedule an interview with your local NRCS office. During the interview, the NRCS staff will review your Self-Assessment Workbook, documents and records to verify the information and clarify any questions.

If NRCS determines that your application meets the basic eligibility requirements and sign-up criteria, your application will be placed in a tier. Your tier placement will establish the length of your contract, final stewardship payment rate and contract payment limits. CSP is offered at three tiers of participation. Some payments are adjusted based on the tier, and some payments are tier-neutral. The following are the minimum tier eligibility and contract requirements:

CSP Tier I - documenting the kind of land (land use) and the existing condition and the conservation work done so far (the benchmark condition inventory) demonstrates to the satisfaction of NRCS that the applicant has addressed the nationally significant resource concerns of water quality and soil quality to the minimum level of treatment for any eligible land use on **part of the agricultural operation**. Only the acreage meeting such requirements is eligible for stewardship and existing practice payments in CSP.

CSP Tier II - documenting the kind of land (land use) and the existing condition and conservation work done so far (the benchmark condition inventory) demonstrates to the satisfaction of NRCS that the applicant has addressed the nationally significant resource concerns of water quality and soil quality to the minimum level of treatment for all eligible land uses on the **entire agricultural operation**. Additionally, the applicant must agree to address another significant resource concern applicable to the watershed to be completed by the end of the contract period. If the applicable resource concern is already addressed or does not pertain to the operation, then this requirement is waived.

CSP Tier III - documenting the kind of land (land use) and the existing condition and the conservation work done so far (the benchmark condition inventory) demonstrates to the satisfaction of NRCS that the applicant has addressed all of the existing resource concerns listed in Section III of the NRCS Field Office Technical Guide (FOTG) with a resource management system that meets the **minimum level of treatment for all eligible land uses on the entire agricultural operation**.

Your application will then be placed into an enrollment category for funding consideration based on the criteria specified in the sign-up notice. You may choose to be placed into the highest enrollment category for which your application qualifies. It is likely that you will have several tier and enrollment category options from which to choose. NRCS cannot make this decision for applicants or advise them on which tier and category combination is most advantageous for their situation, nor predict if funding will be available for any specific category. The NRCS staff will explain the requirements and payments of the different options available to you so that you can make the right decision for your operation.

In addition to a stewardship payment, you may also receive payments for enhancements that you are willing to implement as part of your CSP contract. Enhancements are new or innovative activities, techniques, or methods used to improve resource conditions beyond the minimum level of treatment needed for protection. In general, enhancements provide resource benefits; result in an observable or measurable improvement to the condition of one or more of the soil, water air, plant or animal resources; and provide for more efficient resource use. During your interview, you will be provided with a list of the enhancements available in your watershed.

Please review the Application Checklist on the following page to make sure you have all of the necessary information and documents ready for your interview.

APPLICATION CHECKLIST

<input type="checkbox"/>	1. Completed Self-Assessment Workbook
<input type="checkbox"/>	2. Conservation Plan OR a map delineating your agricultural operation: <input type="checkbox"/> An aerial photo, or overlay of the land you wish to enroll showing the land use, acreage, approximate location, and type of practices installed on each field you wish to enroll
<input type="checkbox"/>	3. Records - You must have at least 2 years of written records for each of the following practices you apply: <input type="checkbox"/> Nutrient Management Records should include: yields, soil analysis, dates and application rates of all inorganic and organic fertilizers, including animal waste <input type="checkbox"/> Pest Management Records should include: target pest, crop or forage type and the type of pesticide used, dates and application rates or the cultural or biological control method used and dates implemented, including spot treatments <input type="checkbox"/> Grazing Management Records should include: total acres, production per acre, number of livestock, grazing schedules, maps showing existing practices, such as fences and watering facilities, and aerial photos showing the condition of the grazing land <input type="checkbox"/> Irrigation Schedule/ Water Management Records should include: crop type, rainfall amounts (if appropriate), irrigation dates and amounts applied <input type="checkbox"/> Waste Utilization Records should include crop type, projected yields, soil analysis, waste analysis, dates and application rates of all animal waste applied
<input type="checkbox"/>	4. Tests/Analyses - You must provide a record of the following tests, as applicable: <input type="checkbox"/> Soil Test If you are applying nutrients (includes all types), you must provide historical records of a soil test conducted within the last 5 years at a minimum. If you are traditionally applying at or below the recommended rates for your soil and cropping system, this requirement may be waived. <input type="checkbox"/> Animal Waste and/or Sludge Analysis If you are applying animal waste or sludge, you must provide records of an analysis conducted within the last 5 years at a minimum
<input type="checkbox"/>	5. Control of the Land Control means possession of the land by ownership, lease, or agreement; and authority to make decisions about the management and operation of the land
<input type="checkbox"/>	6. Form CCC-526, Payment Eligibility Average Adjusted Gross Income Certification (Appendix B)
<input type="checkbox"/>	7. Form AD-1026, Highly Erodible Land Conservation and Wetland Conservation Certification (Appendix C)
<input type="checkbox"/>	8. Form CCC-1200, Conservation Program Application/Contract (Appendix D)

Appendix B

This form is available electronically.

CCC-526
(10-15-03)U.S. DEPARTMENT OF AGRICULTURE
Commodity Credit Corporation

1A. County FSA Office or Service Center Address (Include Zip Code)

**PAYMENT ELIGIBILITY
AVERAGE ADJUSTED GROSS INCOME CERTIFICATION**

1B. Telephone Number (Include Area Code):

The authority to collect the following information is Pub. L. 107-171. This authority allows for the collection of information without prior OMB approval mandated by the Paperwork Reduction Act of 1995.

NOTE: The following statements are made in accordance with the Privacy Act of 1974 (5 USC 552a), as amended. The Farm Security and Rural Investment Act of 2002 (Pub. L. 107-171), and the regulations at 7 CFR Part 1400, as amended, authorize the collection of the information required by this certification. The information will be used to establish payment eligibility in accordance with the requirements of the law for applicants who are requesting program benefits subject to these provisions. Providing this information is voluntary; however, failure to furnish the requested information will result in a determination of ineligibility for program benefits. This information may be used by and provided to other agencies, IRS, Department of Justice, other State or Federal law enforcement agencies, and in response to orders of a court magistrate, or administrative tribunal. All information provided herein is subject to verification by the Commodity Credit Corporation. As provided in various statutes, failure to provide true and correct information may result in civil suit or criminal prosecution and the assessment of penalties or pursuit of other remedies. **PLEASE RETURN THIS COMPLETED FORM TO YOUR COUNTY FSA OR SERVICE CENTER OFFICE.**

2A. Individual or Entity's Name and Address (Include Zip Code)

3. Program Year

4. Identification Number (SSN or Tax ID No.)

2B. Telephone Number (Include Area Code):

CERTIFICATION OF AVERAGE ADJUSTED GROSS INCOME: Each individual or entity that requests program benefits must complete a certification of average adjusted gross income.

By signing this form, I acknowledge that:

- all definitions, requirements, and examples on Page 3 of this form were reviewed;
- this certification of average adjusted gross income is true and correct, and will be considered a continuous certification through 2007, unless changes or revisions are submitted;
- it is my responsibility to timely notify FSA in writing of any changes in the farming, ranching or forestry operation, or financial status that may affect this certification;
- evidence such as tax records, certified public accountant's certification, or other documentation may be required to validate this certification.

5. Type of Operation (Check One)

 Individual (Complete Item 6) Limited Partnership, Limited Liability Company, Limited Liability Partnership or Similar Entity (Complete Item 9) Trust or Estate (Complete Item 7) Tax-Exempt or Non-Profit Organization (Complete Item 10) Corporation (Complete Item 8)6. **Individual** For individuals that file the IRS Form 1040, specific lines on the form represent the adjusted gross income and the income from farming, ranching or forestry operations. The income from farming, ranching or forestry is derived from the schedule F, IRS form 4835 or comparable form.A. The average of the adjusted gross income, as specified on the IRS Form 1040 (or similar item on IRS Forms for individuals) for the applicable 3 years, was \$2.5 million or less. YES NO

If "NO", proceed to Item 6B.

B. The average of the amount reported to be from farming, ranching, or forestry operations on the IRS Form 1040 (or similar on Form 1040A or 1040EZ) for the applicable years, was at least 75 percent of the amount represented as adjusted gross income on the Form 1040 (or comparable amount on Form 1040A or 1040EZ). YES NO

C. Signature

Date (MM-DD-YYYY)

The U.S. Department of Agriculture (USDA) prohibits discrimination in all its programs and activities on the basis of race, color, national origin, gender, religion, age, disability, political beliefs, sexual orientation, and marital or family status. (Not all prohibited bases apply to all programs.) Persons with disabilities who require alternative means for communication of program information (Braille, large print, audiotape, etc.) should contact USDA's TARGET Center at (202) 720-2600 (voice and TDD). To file a complaint of discrimination, write USDA, Director, Office of Civil Rights, Room 326-W, Whitten Building, 1400 Independence Avenue, SW, Washington, D.C. 20250-9410 or call (202) 720-5964 (voice or TDD). USDA is an equal opportunity provider and employer.

CERTIFICATION OF AVERAGE ADJUSTED GROSS INCOME (Continuation)

<p>7. Trust or Estate For a trust or estate, the adjusted gross income is the total income and charitable contributions reported to IRS on the IRS Form 1041, or comparable forms. The income for farming, ranching and forestry is derived from the Schedule F, IRS form 4835 or comparable form.</p> <p>A. The average of the adjusted gross income as defined above, and reported to the IRS for the applicable 3 years, was \$2.5 million or less. YES <input type="checkbox"/> NO <input type="checkbox"/></p> <p style="padding-left: 20px;">If "NO", proceed to Item 7B.</p> <p>B. The average of the amount represented to be from farming, ranching, or forestry operations as reported to the IRS for the applicable years, was at least 75 percent of the amount used for Item 7A above. YES <input type="checkbox"/> NO <input type="checkbox"/></p>	
C. Signature	Date (MM-DD-YYYY)
<p>8. Corporation For a corporation, the adjusted gross income is the total of the final taxable income and any charitable contributions reported to the IRS on Form 1120, or comparable forms. The income from farming, ranching and forestry is derived from the Schedule F, IRS form 4835 or comparable form.</p> <p>A. The average of the adjusted gross income as defined above and reported to the IRS for the applicable 3 years, was \$2.5 million or less. YES <input type="checkbox"/> NO <input type="checkbox"/></p> <p style="padding-left: 20px;">If "NO", proceed to Item 8B.</p> <p>B. The average of the amount represented to be from farming, ranching, or forestry operations as reported to the IRS for the applicable years, was at least 75 percent of the amount used for Item 8A above. YES <input type="checkbox"/> NO <input type="checkbox"/></p>	
C. Signature	Date (MM-DD-YYYY)
<p>9. Limited Partnership (LP), Limited Liability Company (LLC), Limited Liability Partnership (LLP) or Similar Entity For an LP, LLC or LLP, the adjusted gross income is the total income from trade or business activities plus guaranteed payments to the members as reported to the IRS. The income from farming, ranching and forestry is derived from the Schedule F, IRS form 4835 or comparable form.</p> <p>A. The average of the adjusted gross income as defined above and reported to the IRS for the applicable 3 years, was \$2.5 million or less. YES <input type="checkbox"/> NO <input type="checkbox"/></p> <p style="padding-left: 20px;">If "NO", proceed to Item 9B.</p> <p>B. The average of the amount represented to be from farming, ranching, or forestry operations as reported to the IRS for the applicable years, was at least 75 percent of the amount used for Item 9A above. YES <input type="checkbox"/> NO <input type="checkbox"/></p>	
C. Signature	Date (MM-DD-YYYY)
<p>10. Tax-exempt or Non-profit Organization For a tax-exempt and non-profit organization, the adjusted gross income is the unrelated business taxable income excluding any income from non-commercial activities as reported to the IRS. The income from farming, ranching and forestry would be derived from the schedule F, or IRS form 4835 or comparable form.</p> <p>A. The average of the adjusted gross income as defined above and reported to the IRS for the applicable 3 years, was \$2.5 million or less. YES <input type="checkbox"/> NO <input type="checkbox"/></p> <p style="padding-left: 20px;">If "NO", proceed to Item 10B.</p> <p>B. The average of the amount represented to be from farming, ranching or forestry interests as reported to the IRS for the applicable years, was at least 75 percent of the amount used for Item 10A above. YES <input type="checkbox"/> NO <input type="checkbox"/></p>	
C. Signature	Date (MM-DD-YYYY)

AVERAGE ADJUSTED GROSS INCOME

The Farm Security and Rural Investment Act of 2002 included average adjusted gross income as a payment eligibility requirement. Any individual or entity requesting certain 2003 through 2007 program payments will be subject to this provision. Any individual or entity that is determined to have an average adjusted gross income, as defined, that is less than 75 percent from farming, ranching or forestry operations and that exceeds \$2.5 million will be ineligible for any covered benefit during the applicable year.

DEFINITIONS AND OTHER INFORMATION

Average Adjusted Gross Income means the average of the adjusted gross income or comparable measure of the individual or entity over the preceding 3 tax years. For instance, if 2003 program benefits are requested, the tax years for average adjusted gross income determination would be 2002, 2001 and 2000.

Entity means a corporation, joint stock company, association, limited partnership, charitable organization, or similar entity, including any such entity or organization participating in the operation as a partner in a general partnership, a participant in a joint venture, a grantor in a revocable trust, or as a participant in a similar entity, as determined by the Secretary.

The manner in which the Adjusted Gross Income can be determined for an entity can be found in the regulations at 7 CFR Part 1400.

Commensurate Reduction means that any covered benefit issued to an entity, general partnership, or joint venture shall be reduced by an amount that is commensurate with the direct or indirect ownership interest the entity, general partnership, or joint venture of each individual who does not comply with the adjusted gross revenue requirement.

Certification of Compliance means that an individual or entity shall provide either a certification by a certified public accountant that the average adjusted gross income does not exceed the requirement; or provide information and documentation regarding the adjusted gross income through other procedures established by the Secretary.

Income from farming, ranching or forestry means income derived from producing crops, livestock, or unfinished raw forestry products.

Special Rules for Certain Individual and Entities are applicable to those entities that are not required to file a tax return, and individuals and entities that did not have taxable income in one or more tax years used to determine the 3-year average. Please consult with personnel at your local FSA office or service center for more information.

EXAMPLES

Situation 1 - Joe Smith requests benefits from the Direct and Counter-Cyclical Payment Program and from a Conservation Reserve Program contract approved effective for 2003. Mr. Smith's average adjusted gross income exceeds \$2.5 million and was all from farming and livestock operations.

Determination - At least 75 percent of the average adjusted gross income was received from farming, ranching and forestry operations. Therefore, Mr. Smith complies with the adjusted gross income requirement and is eligible for the program benefits requested.

Situation 2 - Grace Jones is a share rent landowner and requests benefits from the Direct and Counter-Cyclical Payment Program on a contract with her tenant. Ms. Jones' average adjusted gross income was less than \$2.5 million and over 75 percent was from non-agricultural interests.

Determination - Less than 75 percent of the average adjusted gross income was from farming, ranching and forestry, but the amount was less than \$2.5 million. Therefore, Ms. Jones is eligible for the program benefits requested.

Situation 3 - William Davis is a share rent landowner and requests benefits from the Direct and Counter-Cyclical Payment Program on a contract with his tenant. Mr. Davis' average adjusted gross income was greater than \$2.5 million and over 75 percent was from non-agricultural sources.

Determination - Less than 75 percent of the average adjusted gross income was from farming, ranching and forestry, and exceeds \$2.5 million. Therefore, Mr. Davis is ineligible for the program benefits requested.

Situation 4 - Mark Johnson is a 25 percent stockholder in Johnson Farms, Inc. Johnson Farms requests benefits from the Direct and Counter-Cyclical Payment Program. The average adjusted gross income for Johnson Farms was all from farming and ranching. The average adjusted gross income for each of the stockholders was mostly from non-agricultural sources and the amounts were less than \$2.5 million with the exception of Mark.

Determination - Any program benefit issued to an entity, general partnership, or joint operation shall be reduced by an amount commensurate with the direct or indirect ownership interest of an individual or entity who has an average adjusted gross income in excess of \$2.5 million. Therefore, Johnson Farms is eligible for the benefits requested, but reduced by the 25 percent, which represents the interest held by Mark.

**Appendix to Form for AD-1026
Highly Erodible Land Conservation (HELCS) and
Wetland Conservation (WC) Certification**

The following conditions of eligibility are required for persons to receive any USDA loans or other program benefits that are subject to highly erodible land and wetland conservation provisions, unless an exemption has been granted by USDA.

By signing Form AD-1026, Item 13, the producer certifies receipt of this form, and unless an exemption has been granted by USDA, agrees to the following on any farms in which such person has an interest.

A	NOT to plant or produce an agricultural commodity on highly erodible fields unless actively applying an approved conservation plan or maintaining a fully applied conservation system.
B	NOT to plant or produce an agricultural commodity on wetlands converted after December 23, 1985.
C	NOT to convert wetlands by draining, dredging, filling, leveling, or any other means that would allow the planting of any crop, pasture, agricultural commodity, or other such crops.
D	NOT to use proceeds from any FSA farm loan, insured or guaranteed, received after December 23, 1985, for a purpose that will contribute to the conversion of a wetland to produce an agricultural commodity, or contribute to excessive erosion of highly erodible land as determined by NRCS.

NOTE: Signature on Form AD-1026 gives representatives of USDA authorization to enter upon and inspect all farms in which the producer has an interest for the purpose of confirming the above statements.

Any questions concerning the requirements of the Food Security Act of 1985, as amended, shall be directed to your County FSA Office personnel before signing AD-1026 in Item 13.

NOTE: The following statements are made in accordance with the Privacy Act of 1974 (5 USC 552a) and the Paperwork Reduction Act of 1995, as amended. The authority for requesting the following information to be supplied on this form is the Food Security Act of 1985, Pub. L. 99-198, and regulations promulgated under the Act (7 CFR Part 12). The information will be used to determine eligibility for program benefits and other financial assistance administered by USDA agencies. The information may be furnished to other USDA agencies, IRS, Department of Justice, or other State and Federal law enforcement agencies, and in response to orders of a court magistrate or administrative tribunal. Furnishing the Social Security Number is voluntary. Furnishing the other requested information is voluntary; however, failure to furnish to correct, complete information will result in a determination of ineligibility for certain program benefits and other financial assistance administered by USDA agencies. The provisions of criminal and civil fraud statutes, including 18 USC 286, 287, 371, 641, 1001; 15 USC 714m; and 31 USC 3729, may be applicable to the information provided by the produce on this form.

According to the Paperwork Reduction Act of 1995, an agency may not conduct or sponsor, and a person is not required to respond to, a collection of information unless it displays a valid OMB control number. The valid OMB control number for this information collection is 0560-0185. The time required to complete this information collection is estimated to average 15 minutes per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. **RETURN THIS COMPLETED FORM AD-1026 TO YOUR COUNTY FARM SERVICE AGENCY (FSA) OFFICE (address printed in Item 6 of AD-1026A).**

The U.S. Department of Agriculture (USDA) prohibits discrimination in all its programs and activities on the basis of race, color, national origin, gender, religion, age, disability, political beliefs, sexual orientation, and marital or family status. (Not all prohibited bases apply to all programs.) Persons with disabilities who require alternative means for communication of program information (Braille, large print, audiotape, etc.) should contact USDA's TARGET Center at (202) 720-2600 (voice and TDD). To file a complaint of discrimination, write USDA, Director, Office of Civil Rights, Room 326-W, Whitten Building, 1400 Independence Avenue, SW, Washington, D.C. 20250-9410 or call (202) 720-5964 (voice or TDD). USDA is an equal opportunity provider and employer.

HIGHLY ERODIBLE LAND CONSERVATION (HELIC) AND WETLAND CONSERVATION (WC) CERTIFICATION

(See Page 2 for Public Burden and Privacy Act Statements).

1. Name of Producer	2. I.D. Number <i>(Last 4 digits only)</i>	3. Current Crop Year
4. Do all your farming interests have current NRCS determinations? <i>If "NO", contact your County FSA Office before completing this form.</i>	YES	NO
5. Are you a landlord on any farm that will not be in compliance with HELC and WC provisions? <i>If "YES", enter the farm number at the end of this statement, or contact your County FSA Office before completing this form:</i>		
6. Do any of your landlord refuse to comply with HELC requirements on any farms? <i>If "YES", enter the farm number at the end of this statement, or contact your County FSA Office before completing this form:</i>		
7. List affiliated persons with farming interests. <i>See Page 2 for an explanation. Enter "NONE", if applicable.</i>		
8. During the crop year entered in Item 3 above, or the term of a requested USDA loan, did or will you plant or produce an agricultural commodity on land for which a highly erodible determination has not been made?	YES	NO
9. On any land in which you have an interest, has anyone conducted any activities (since December 23, 1985) or will anyone conduct any activities (during the current crop year or the term of a requested USDA loan) to: (a) Create new drainage, conduct land leveling, filling, dredging, land clearing, or stump removal that has not been evaluated by NRCS? Indicate year if answered "YES": _____ (b) Maintain, improve, or modify an existing drainage that has not been evaluated by NRCS? Indicate year if answered "YES": _____		
10. Will you conduct any activities for fish production, trees, vineyards, shrubs, building construction, or other non-agricultural purposes on lands for which a wetland determination has not been completed by NRCS?		

If answers to Item 8, 9, or 10 are: } **"YES" for any one of these items, sign and date in Item 11 below. A "YES" answer authorizes FSA to refer this AD-1026 to NRCS to make a HELC and or certified wetland determinations. DO NOT sign in Item 13 until the NRCS determination is complete.**

"NO" for all of these items, complete Item 13. (Contact your County FSA Office if you are unsure about the answers to Items 9 or 10.)

11. Signature of Producer	I hereby certify that the information on this form is true and correct to the best of my knowledge. _____ Date: (MM-DD-YYYY)
12. Referral to NRCS (Completed by FSA)	Enter a checkmark if a NRCS determination is needed because "YES" is answered in Items 8, 9, or 10. <input type="checkbox"/>
Signature of FSA Representative	Date (MM-DD-YYYY)

NOTE: Before signing in Item 13, Read AD-1026 Appendix.

Continuous AD-1026 Certification

I understand and agree that my eligibility for certain USDA program benefits is contingent upon this certification of compliance with the highly erodible land and wetland conservation provisions of the 1985 Food Security Act as amended. This agreement shall serve as a continuous certification and agreement for subsequent crop years. For current and subsequent crop years:

- I agree to the terms and conditions stated on AD-1026 Appendix on all land in which I have or will have an interest.
- I agree that if there are any changes in my operation or activities that may affect compliance with these provisions, I will file a revised AD-1026.
- I agree to file any required exemption requests for each applicable crop year.
- I understand that affiliated persons are also subject to compliance with these provisions and their failure to comply or file AD-1026 will result in loss of eligibility to persons or enterprises with whom they are affiliated. *(Affiliated person rules are printed on Page 2 of this form.)*

13. Producer Sign Here	Date (MM-DD-YYYY)
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The U.S. Department of Agriculture (USDA) prohibits discrimination in all its programs and activities on the basis of race, color, national origin, gender, religion, age, disability, political beliefs, sexual orientation, and marital or family status. (Not all prohibited bases apply to all programs.) Persons with disabilities who require alternative means for communication of program information (Braille, large print, audiotape, etc.) should contact USDA's TARGET Center at (202) 720-2600 (voice and TDD). To file a complaint of discrimination, write USDA, Director, Office of Civil Rights, Room 326-W, Whitten Building, 1400 Independence Avenue, SW, Washington, D. C. 20250-9410 or call (202) 720-5964 (voice or TDD). USDA is an equal opportunity provider and employer.

ORIGINAL - FSA COPY

NRCS COPY

PRODUCER'S COPY

INSTRUCTIONS FOR ITEM 7 OF AD-1026

The producer requesting benefits on AD-1026 shall attach a list of the applicable affiliated persons with farming interests who are required to file AD-1026. Follow the rules in this table to determine affiliated persons.

<i>IF producer, requesting benefits is a (an) . . .</i>	<i>THEN affiliated persons who must file AD-1026 if they have farming interests are . . .</i>
individual	spouse or minor children with separate farming interests, or who receives benefits under their individual ID number.
NOTE: If the individual filing is a minor child, the father and mother shall be listed as affiliates	estates, trusts, partnerships, and joint ventures in which the individual filing, or the individual's spouse or minor children have an interest.
	corporations in which the individual filing or the individual's spouse or minor children have more than 20% interest.
	general partnership
limited partnership	
joint venture	
estate	
irrevocable or revocable trust	
Indian tribal venture or group	
corporation with stockholders	first level members with more than 20% interest in the corporation.
State	none
Church or other charitable organization	
county	
city	
public schools	
corporation with no stockholders	

KEY TO NRCS DETERMINATIONS IN ITEMS 8 THROUGH 11 LISTED ON AD-1026A

- 8. HEL** = Highly Erodible Land:
"Y" = NRCS determined highly erodible land.
"N" = NRCS determined no highly erodible land.
" " = NRCS has not made a determination.

- 9. 027** = Approved Conservation Plan (CPA-027):
"Y" = Tract has an approved conservation plan.
"N" = Tract **does not have** an approved conservation plan.
"X" = HEL flag is "Y". Producer has a 2-year grace period after soil survey is available to obtain an approved conservation plan.

- 10. A027** = Applying Conservation Plan:
"Y" = Producer is actively applying an approved conservation plan or system.
"N" = Producer is **NOT** actively applying an approved conservation plan or system.

- 11. W** = Wetlands:
"Y" = NRCS determined wetlands on this tract. (* See footnote.)
"N" = NRCS determined no wetlands on this tract.
" " = NRCS has not made wetland determinations on entire tract.

* NRCS has determined a wetland does exist on this tract. Contact your local NRCS office or FSA office for details concerning the location of the wetland and restrictions applying to the land according to NRCS determination before planting an agricultural commodity or performing any drainage or manipulation on this tract.

NOTE: The following statements are made in accordance with the Privacy Act of 1974 (5 USC 552a) and the Paperwork Reduction Act of 1995, as amended. The authority for requesting the following information to be supplied on this form is the Food Security Act of 1985, Pub. L. 99-198, and regulations promulgated under the Act (7 CFR Part 12). The information will be used to determine eligibility for program benefits and other financial assistance administered by USDA agencies. The information may be furnished to other USDA agencies, IRS, Department of Justice, or other State and Federal law enforcement agencies, and in response to orders of a court magistrate or administrative tribunal. Furnishing the Social Security Number is voluntary. Furnishing the other requested information is voluntary; however, failure to furnish to correct, complete information will result in a determination of ineligibility for certain program benefits and other financial assistance administered by USDA agencies. The provisions of criminal and civil fraud statutes, including 18 USC 286, 287, 371, 641, 1001; 15 USC 714m; and 31 USC 3729, may be applicable to the information provided by the produce on this form.

According to the Paperwork Reduction Act of 1995, an agency may not conduct or sponsor, and a person is not required to respond to, a collection of information unless it displays a valid OMB control number. The valid OMB control number for this information collection is 0560-0185. The time required to complete this information collection is estimated to average 15 minutes per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. **RETURN THIS COMPLETED FORM AD-1026 TO YOUR COUNTY FARM SERVICE AGENCY (FSA) OFFICE (address printed in item 6 of AD-1026A).**

518.126 Form CCC-1200 and Form CCC-1200 Appendix

CCC-1200 1/2005	U.S. DEPARTMENT OF AGRICULTURE COMMODITY CREDIT CORPORATION		1. State & County Code	
			2. Agriculture Operation Identifier(s):	
			3. Contract Number	
CONSERVATION SECURITY PROGRAM APPLICATION/CONTRACT			4. Primary Fund Code:	
			5. HUA Number:	
			6. Total Treated Acres:	
THIS is an APPLICATION to participate in the:				
7. PROGRAM (Check One)	a. Agricultural Management Assistance Program (AMA)		b. Conservation Security Program (CSP)	c. Environmental Quality Incentives Program (EQIP)
I _____ certify that I have: I am a: <input type="checkbox"/> LIMITED RESOURCE PRODUCER (EQIP, CSP); <input type="checkbox"/> BEGINNING FARMER/RANCHER (EQIP, CSP), and meet the requirements therein as per the following guidelines:				
Limited Resource Farmer or Rancher: (a) Has direct or indirect gross farm sales not more than \$100,000 in each of the previous two years (to be increased starting in FY 2004 to adjust for inflation using Prices Paid By Farmers Index as compiled by NASS), and (b) Has a total household income at or below the national poverty level for a family of four, or less than 50 percent of county median household income (to be determined annually using Commerce Department Data), in each of the previous two years. (c) An entity or joint operation can be a Limited Resource Producer if all individual members qualify as a Limited Resource Producer.		Beginning Farmer or Rancher: (a) Has not operated a farm or ranch, or has operated a farm or ranch for not more than 10 consecutive years (this requirement applies to all members of an entity) and (b) Will materially and substantially participate in the operation of the farm or ranch. (i) In the case of a contract with an individual, individually or with the immediate family, material and substantial participation requires that the individual provide substantial day-to-day labor and management of the farm or ranch, consistent with the practices in the county or State where the farm is located. (ii) In the case of a contract made with an entity, all members must materially and substantially participate in the operation of the farm or ranch. Material and substantial participation requires that the members provide some amount of the management, or labor and management necessary for day-to-day activities, such that if the members did not provide these inputs, operation of the farm or ranch would be seriously impaired.		
NOTE: All applicants that certify eligibility as a Limited Resource Farmer or Rancher or Beginner Farmer or Rancher will provide all records necessary to justify their claim as requested by the Commodity Credit Corporation (CCC) representative. It is the responsibility of the Applicant to provide accurate data. False certifications are subject to criminal and civil fraud statutes.				
The Applicant agrees to participate in the identified program for the farm identified above if the offer is accepted by the Commodity Credit Corporation (CCC). The applicant understands that starting a practice prior to CCC approval causes the practice to be ineligible for program financial assistance. The applicant agrees to obtain the landowners signature on the contract. By signing this application, the Applicant acknowledges receipt of the following forms: CCC-1200, the CCC-1200 appendix and any addenda thereto, which are incorporated by reference herein and made a part of the contract. Once the offer is accepted by the CCC, the Applicant becomes a 'PARTICIPANT'.				
Signature			Date	

9. This is a contract under the above identified program.

THIS CONTRACT is entered into between the Commodity Credit Corporation (referred to as "CCC") and the undersigned owners, operators, or tenants (referred to as "Owner, "Operator", & "Tenant"; respectively) on the farm identified above. The undersigned person or persons shall hereafter be referred to as "the Participant". The Participant or Applicant agrees to participate in the program designated in Section 7 from the date the Contract is executed by CCC to this contract expiration date in Section 9. The Participant and CCC agree to comply with the terms and conditions contained in this Contract, including the appendix to this Contract, entitled "Appendix to Form CCC-1200 "for the applicable program (referred to as " Appendix)", and any other addenda thereto.

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CCC-1200 1/2005	U.S. DEPARTMENT OF AGRICULTURE COMMODITY CREDIT CORPORATION	1. State & County Code	
		2. Agriculture Operation Identifier(s):	
CONSERVATION PROGRAM APPLICATION/CONTRACT		3. Contract Number:	
		4. Primary Fund Code:	
		5. HUA Number:	
		6. Total Treated Acres:	

2. AGRICULTURE OPERATION IDENTIFIER (S) (Continued):

9b. AGREEMENT PERIOD

Contract Start Date:

Contract Expiration Date:

NOTE: Contract can expire no earlier than one year after the last scheduled practice is certified completed to standards and specifications.

	TOTAL	20__	20__	20__	20__	20__	20__	20__	20__	20__	20__
Total (FA) Obligations:											
Total TSP (TA):											
Total Contract Obligations:											

10. CONTRACT PARTICIPANTS					
NAME, ADDRESS, and PHONE NUMBER	OW	OP	PAYMENT SHARES (%)	ID NUMBER: 1/ SIGNATURE:	DATE:
11. CCC USE ONLY - Payments according to the shares approved				SIGNATURE OF CCC REPRESENTATIVE	

1/ Joint operation ID, if applicable.

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CCC-1200 1/2005	U.S. DEPARTMENT OF AGRICULTURE COMMODITY CREDIT CORPORATION	1. State & County Code	
		2. Agriculture Operation Identifier(s):	
		3. Contract Number:	
CONSERVATION PROGRAM APPLICATION/CONTRACT		4. Primary Fund Code:	
		5. HUA Number:	
		6. Total Treated Acres:	

CONTRACT MODIFICATIONS (+/-)

AMOUNT	NRCS INITIAL	DATE	COMMENTS
A.			
B.			
C.			
D.			
E.			
F.			
G.			
H.			
I.			
J.			
K.			
L.			
M.			
N.			
O.			
P.			
Q.			
R.			
S.			
T.			
U.			
V.			

PUBLIC BURDEN STATEMENT

According to the Paperwork Reduction Act of 1995, an agency may not conduct or sponsor, and a person is not required to respond to a collection of information unless it displays a valid OMB control number. The Valid OMB control number for this information collection is 0578-0013. The time required to complete this information collection is estimated to average 45/0.75 minutes per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information.

PRIVACY ACT

The following statement is made in accordance with the Privacy Act of 1974, (5 U.S.C. 552a). The authority for requesting the following information is 7 CFR 1466 (EQIP), 7 CFR 1469 (CSP), Public Law 106-224, Section 133(b), AMA. The information will be used to allow a farmer, rancher, or landowner to apply for conservation benefits under the terms and conditions of the contract. Furnishing the required information is necessary to determine properly the eligible land for the applicable program benefits. Failure to furnish the requested information will result in the applicant being unable to apply for or receive benefits under the applicable programs. This information may be provided to other agencies, IRS, Department of Justice, or other State or Federal Law Enforcement agencies, and in response to a court magistrate or administrative tribunal. The provisions of criminal and civil fraud statutes, (including 18 U.S.C. 286, 287, 371, 641, 651, 1001; 15 U.S.C. 714m; and 31 U.S.C. 3729) may also be applicable to the information provided.

USDA NONDISCRIMINATION STATEMENT

"The U.S. Department of Agriculture (USDA) prohibits discrimination in all its programs and activities on the basis of race, color, national origin, sex, religion, age, disability, political beliefs, sexual orientation, and marital or family status. (Not all prohibited bases apply to all programs.) Persons with disabilities who require alternative means for communication of program information (Braille, large print, audiotape, etc.) should contact USDA's TARGET Center at (202) 720-2600 (voice and TDD). To file a complaint of discrimination write USDA, Director, Office of Civil Rights, Room 326-W, Whitten Building, 14th and Independence Avenue, SW, Washington, DC 20250-9410 or call (202) 720-5964 (voice or TDD). USDA is an equal opportunity provider and employer."

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CCC-1200 1/2005	U.S. DEPARTMENT OF AGRICULTURE COMMODITY CREDIT CORPORATION	1. State & County Code	
		2. Agriculture Operation Identifier(s):	
CONSERVATION PROGRAM APPLICATION/CONTRACT		3. Contract Number:	
		4. Primary Fund Code:	
		5. HUA Number:	
		6. Total Treated Acres:	

10. CONTRACT PARTICIPANTS, (continued)

NAME, ADDRESS, and PHONE NUMBER	OW	OP	PAYMENT SHARES (%)	ID NUMBER: 1/ SIGNATURE:	DATE:
NAME, ADDRESS, and PHONE NUMBER	OW	OP	PAYMENT SHARES (%)	ID NUMBER: 1/ SIGNATURE:	DATE:
NAME, ADDRESS, and PHONE NUMBER	OW	OP	PAYMENT SHARES (%)	ID NUMBER: 1/ SIGNATURE:	DATE:
NAME, ADDRESS, and PHONE NUMBER	OW	OP	PAYMENT SHARES (%)	ID NUMBER: 1/ SIGNATURE:	DATE:
NAME, ADDRESS, and PHONE NUMBER	OW	OP	PAYMENT SHARES (%)	ID NUMBER: 1/ SIGNATURE:	DATE:
NAME, ADDRESS, and PHONE NUMBER	OW	OP	PAYMENT SHARES (%)	ID NUMBER: 1/ SIGNATURE:	DATE:
NAME, ADDRESS, and PHONE NUMBER	OW	OP	PAYMENT SHARES (%)	ID NUMBER: 1/ SIGNATURE:	DATE:
NAME, ADDRESS, and PHONE NUMBER	OW	OP	PAYMENT SHARES (%)	ID NUMBER: 1/ SIGNATURE:	DATE:
NAME, ADDRESS, and PHONE NUMBER	OW	OP	PAYMENT SHARES (%)	ID NUMBER: 1/ SIGNATURE:	DATE:
NAME, ADDRESS, and PHONE NUMBER	OW	OP	PAYMENT SHARES (%)	ID NUMBER: 1/ SIGNATURE:	DATE:
NAME, ADDRESS, and PHONE NUMBER	OW	OP	PAYMENT SHARES (%)	ID NUMBER: 1/ SIGNATURE:	DATE:
NAME, ADDRESS, and PHONE NUMBER	OW	OP	PAYMENT SHARES (%)	ID NUMBER: 1/ SIGNATURE:	DATE:
NAME, ADDRESS, and PHONE NUMBER	OW	OP	PAYMENT SHARES (%)	ID NUMBER: 1/ SIGNATURE:	DATE:
NAME, ADDRESS, and PHONE NUMBER	OW	OP	PAYMENT SHARES (%)	ID NUMBER: 1/ SIGNATURE:	DATE:

U. S. DEPARTMENT OF AGRICULTURE
Commodity Credit Corporation**APPENDIX TO FORM CCC-1200
CONSERVATION SECURITY PROGRAM APPLICATION/CONTRACT****1 ELIGIBILITY REQUIREMENTS FOR CONSERVATION SECURITY PROGRAM (CSP)**

- A** The Participant must complete and file the form AD-1026 and meet the requirements set forth therein, in accordance with the Food Security Act of 1985, as amended. By signing this Conservation Stewardship Contract (Contract), the Participant certifies that the Participant has completed and filed the AD-1026 and meets the requirements set forth in the highly erodible land-wetland conservation (HELC-WC) provisions.
- B** The Participant must complete and file form CCC-526, Income Limitation Certification, and meet the requirements therein. By signing this Contract, the Participant certifies that the Participant has completed and submitted form CCC-526 and meets the requirements therein.
- C** The Participant must have control of the land for this Contract period. By signing this Contract, the Participant certifies that the Participant will control the land subject to this Contract for the terms of this Contract period and shall, upon demand, provide evidence to CCC demonstrating that such Participant will control the land for that period. The Bureau of Indian Affairs (B IA) and Natural Resources Conservation Service (NRCS), will determine Tribal land eligibility.
- D** A Participant shall not be eligible for payments for: (1) practices that are required to meet HELC and WC compliance requirements found in 7 CFR part 12, (2) practices that are included in maintenance agreements (with financial reimbursements for maintenance) that have existed prior to participation, (3) the construction or maintenance of animal waste storage or treatment facilities or associated waste transport or transfer devices for animal feeding operations, (4) the purchase or maintenance of equipment, (5) a non-land based structure that is not integral to a land based practice, or (6) new practices that were applied with cost-share assistance through other USDA cost-share programs.
- E** Land otherwise eligible for the CSP shall not be eligible if the land is publicly owned, enrolled in Conservation Reserve Program, Wetlands Reserve Program, or Grassland Reserve Program, is subject to a deed or other restriction prohibiting the application of the conservation stewardship plan and associated stewardship practices and activities, or where a benefit has or will be obtained from a Federal agency in return for the Participant's agreement not to implement the conservation plan and associated practices on the land during the same time as the land would be enrolled in the CSP. By signing this Contract, the Participant certifies that no such restrictions apply to the subject land.
- F** A Participant is responsible for obtaining the authorities, permits, easements, or other approvals necessary for the implementation, operation, and maintenance of the conservation practices in accordance with applicable laws and regulations. A Participant must comply with all laws and is responsible for all effects or actions resulting from the Participant's performance under this Contract.
- G** The Participant who submitted the CSP application must be entitled to a share in the crop or livestock available for marketing from the applicable agriculture operation to be eligible to participate in CSP.

2 SELECTING OFFERS FROM PRODUCERS

All applications from priority watersheds will be evaluated using enrollment categories based on specific sign-up criteria until funding is exhausted. The CCC-1200 and its appendix is a request to enter into the Conservation Security Program under the terms specified in this Contract.

3 AGREEMENT

The Participant agrees:

- (1) To place eligible land into the CSP for the period of time as specified on the CCC1200 beginning on the date this Contract is executed by CCC;
- (2) Not to start any financially assisted practice or activity or engage the reimbursable services of a certified Technical Service Provider before this Contract is executed by CCC. The Participant may request, in writing, a waiver of this requirement by the NRCS State Conservationist or designee;
- (3) To apply or commence financially assisted practices or activities as agreed to in this Contract. The Participant may request, in writing, a waiver of this requirement and Contract modification from the NRCS State Conservationist or designee;
- (4) To establish conservation practices specified in this conservation stewardship plan and Contract as scheduled and to operate and maintain new or existing practices specified in the conservation stewardship plan for the lifespan identified in this Contract and to comply with the terms and conditions of this Contract and all Federal, State, Tribal and local laws that apply to the conservation stewardship plan for the Participant's entire agricultural operation;
- (5) Not to undertake any action on land under the Participant's control which tends to defeat the purposes of the CSP program, as determined by CCC;
- (6) To discontinue work in the general area of the site and notify NRCS immediately if during the construction of any practice a previously unidentified archeological or historical site is encountered;
- (7) To provide receipts, as necessary, as proof of payments, and to maintain proof of payment documentation for 3 years after the end of the fiscal year in which the practice or activity was completed, and to present this documentation to CCC within 30 days if selected for administrative compliance check;
- (8) To allow access to the land under Contract to the CCC representative for monitoring progress of this Contract;
- (9) To supply records and information as required by CCC to determine compliance with the Contract and requirements of CSP.
- (10) To maintain at least the level of stewardship identified in the benchmark inventory for the entire Contract period, as appropriate, and implement and maintain any new practices or activities required in the contract;
- (11) To modify or update an existing practice, if necessary, to meet minimum Field Office Technical Guide (FOTG) practice standards within a reasonable time, as determined by the State Conservationist, after the date of determination that the practice does not meet the standard, and;
- (12) If applicable, to file a single application for a joint operation.

4 CONSERVATION STEWARDSHIP PLAN

- A** By signing the Contract, the participant agrees:
- (1) That the conservation stewardship plan is hereby incorporated as a part of the Contract; and
 - (2) To implement and maintain the practices as identified and scheduled in the conservation stewardship plan, including those needed to be eligible for the specified tier of participation and comply with any additional sign-up requirements.

5 PAYMENTS

A Subject to the availability of funds, CCC will make stewardship, existing practice, new practice or enhancement payments at the rates specified in this Contract after a determination by CCC that an eligible practice or activity has been established in compliance with the conservation stewardship plan of operations and in accordance with appropriate standards and specifications. In order to receive payments, the Participant, upon technical certification of the completed practice or activity, must execute and file with CCC a form CCC-1245, Practice Approval and Payment Application, along with any receipts, as necessary.

B In order to be reimbursed for technical services approved under this agreement and performed by a certified Technical Service Provider (TSP) hired by the Participant, a Participant must execute a request for payment in the form CCC-1 245. The Participant must also submit to CCC an invoice from the TSP for the work performed, as well as any documentation CCC may require in order to ensure that the technical services were carried out in accordance with NRCS requirements and specifications.

It is the Participant's responsibility to ensure that the technical services obtained from a TSP hired by the Participant meet program requirements. CCC will not reimburse the Participant if the technical services provided by the TSP do not meet CSP requirements. If CCC terminates this Contract as provided under paragraph 10 of this appendix, CCC may seek reimbursement of any TSP payments made to the Participant.

C All payments received as part of a Contract are reported to the United States Internal Revenue Service on form 1099-G. For information related to tax liabilities consult with a tax accountant or refer to IRS publication 225, Farmers Tax Guide.

D A Participant shall not be eligible for payments for: (1) practices that are required to meet HELC and WC compliance requirements found in 7 CFR part 12, (2) practices that are included in maintenance agreements (with financial reimbursements for maintenance) that have existed prior to participation, (3) the construction or maintenance of animal waste storage or treatment facilities or associated waste transport or transfer devices for animal feeding operations, (4) the purchase or maintenance of equipment, (5) a non-land based structure that is not integral to a land based practice, or (6) new practices that were applied with cost-share assistance through other USDA cost-share programs.

E Payments will only be issued for practices that meet or exceed the practice standards described in the FOTG.

- F** Payment under this Contract is subject to the availability of funds. In the event that annual funding is insufficient to fund existing contract requirements, payments on the existing contracts will be prorated in that contract year, as determined by the Chief.

6 PROVISIONS RELATING TO TENANTS AND LANDLORDS

No payment will be approved for the current year if CCC determines that any of the following conditions exist:

- A** The landlord or operator has not given the tenants that have an interest in the unit of concern covered by the conservation stewardship plan, or that have a lease that runs through this Contract period at the time of sign up, an opportunity to participate in the benefits of the program.
- B** The landlord or operator has adopted any other scheme or device for the purpose of depriving any tenant of any benefits to which such tenant would otherwise be entitled. If any such conditions occur or are discovered after payments have been made, all or any part of the payments, as determined by CCC, must be refunded with interest and no further payments shall be made.

7 MISREPRESENTATION AND SCHEME OR DEVICE

- A** A Participant who is determined to have erroneously represented any fact affecting a determination with respect to this Contract and the regulations applicable to this Contract, adopted any scheme or device which tends to defeat the purposes of this Contract, or made any fraudulent representation with respect to this Contract, will not be entitled to payments or any other benefits made under this Contract. The participant must refund to CCC all payments received plus interest and liquidated damages. In addition, NRCS will terminate the Participant's interest in all Conservation Stewardship Contracts.
- B** CCC will charge interest on monies it determines to be due and owing to CCC under this Contract from the date such monies were originally disbursed. The interest rate will be determined using the current value of funds rate, published annually in the Federal Register by the United States Department of Treasury.
- C** The provisions of paragraph 7A of this Appendix shall be applicable in addition to any other criminal and civil fraud statutes.

8 CHANGES TO TERMS AND CONDITIONS OF THIS CONTRACT

- A** If any changes to the terms and conditions of this Contract become necessary prior to the date that this Contract is approved on behalf of CCC, CCC will notify, in writing, the Applicant signing the CCC-1200 of such change and such person(s) will be given 10 days from the date of notification in which to agree to the revised terms and conditions or to withdraw from this Contract request. The Applicant agrees to notify, in writing, the CCC of an intention to withdraw the program participation request within 10 days from the date of the issuance of such notice and further agrees that failure to notify the CCC will constitute agreement to the revised terms and conditions.
- B** CCC may unilaterally modify this Contract when:
- (1) The installed measure has deteriorated because of conditions beyond the control of the Participant;
 - (2) Another practice will achieve at least the same level of environmental benefits;

- (3) It is necessary to add funds to this Contract for the Participant to reimburse technical assistance provided by a TSP; or
- (4) The installed practice would cause adverse impacts to significant cultural and/or environmental resources discovered as a result of installation.

C The Participant and CCC may modify this Contract by mutual agreement when:

- (1) Both the Participant and the appropriate approving authority (State Conservationist, or Designated Conservationist) agree to this modification;
- (2) At the request of the Participant, if the modification is consistent with the purposes of CSP, or the Participant requests to increase tier level, upon approval by NRCS;
- (3) A transfer of this Contract occurs, provided NRCS approval is obtained and the transferee accepts the terms of this Contract, and the transferee is eligible and accepts all responsibilities under this Contract including operation and maintenance of those practices already installed or to be installed.

D All modifications to this Contract must be made in writing.

9 CORRECTIONS

CCC reserves the right to correct all errors in entering data or the results of computations in this Contract.

10 TERMINATION OF CONTRACT

If a Participant fails to carry out the terms and conditions of this Contract, CCC may terminate this Contract or determine that such failure does not warrant termination. In either case, CCC may require the Participant(s) to refund, with interest, payments received under this Contract, or require the Participant(s) to accept such adjustments in the subsequent payments as are determined to be appropriate by CCC.

Refunds determined by CCC to be due and owing to CCC under this provision will accrue interest at the current value of funds rate, published annually in the Federal Register by the United States Department of Treasury, from the date originally disbursed to Participant up to the day the repayment is received by CCC.

The CCC may terminate this Contract, in whole or in part, without liability, if CCC determines that continued operation of this Contract will result in the violation of a Federal statute or regulation, or if CCC determines that termination would be in the public interest.

11 RECOVERY OF COST

In the event the Participant violates the terms of this Contract, the Participant voluntarily terminates this Contract before any contractual payments have been made, or this Contract is terminated with cause by CCC, the CCC will incur substantial costs in administering this Contract which may not be possible to quantify with certainty. Therefore, in addition to the refund of payments plus interest due as set forth in paragraph 10, the Participant agrees to pay liquidated damages at an amount equal to 20 percent of the total financial and technical assistance obligated to the Participant in this Contract, at the time of termination. This liquidated damages payment is for recovery of administrative costs and technical services and is not a penalty.

The Participant may be required by the CCC to refund all or a portion of any assistance earned under CSP if the Participant sells or loses control of the land under this Contract and the new owner or transferee is not eligible for CSP or refuses to assume responsibility under the contract.

12 EFFECTIVE DATE

This Contract is effective when signed by the Participants and an authorized representative of CCC. Except as otherwise provided for herein, this Contract may not be terminated or modified unless by mutual agreement between the parties. Within the dates established by CCC, this Contract must be signed by all required Participants.

In the event that a statute is enacted during the period of this Contract which would materially change the terms and conditions of this Contract, the CCC may require the Participant to elect between modifying this Contract consistent with the provisions of such statute or Contract termination.

13 GENERAL TERMS

- A The regulations in 7 CFR part 1469 for the CSP are incorporated, by reference, herein. In the event of a conflict between these regulations and the terms of this Appendix, the provisions of the regulations will prevail.
- B This Contract shall be carried out in accordance with all applicable Federal statutes and regulations. Any ambiguities in this Contract and questions as to the validity of any of its specific provisions shall be resolved in favor of CCC so as to give maximum effect to the conservation stewardship purposes of this Contract.
- C NRCS is administering this Contract on behalf of the CCC. Therefore, where this Contract refers to "CCC", NRCS may act on its behalf for the purposes of administering this Contract. When the term "Participant" is used in this Contract, it shall be construed to mean all Participants signing this Contract. Likewise, when the term "Applicant" is used in this Contract, it means all Applicants signing this Contract.
- D Certification Regarding Debarment, Suspension, and Other Responsibility Matters - Primary Covered Transactions (7 CFR part 3017).
 - (1) The Participant certifies to the best of the Participant's knowledge and belief, that the Participant and his or her principals:
 - (a) Are not presently debarred, suspended, proposed for debarment, declared ineligible, or voluntarily excluded from covered transactions by any Federal department or agency;
 - (b) Have not within the three-year period preceding this agreement had a criminal conviction or civil judgment rendered against them for commission of fraud in connection with obtaining, attempting to obtain, or performing a public (federal, state or local government) Contract, including violation of Federal or State antitrust statutes or commissions of embezzlement, theft, forgery, bribery, falsification or destruction of records, making false statements, or receiving stolen property;
 - (c) Are not presently indicted for or otherwise criminally or civilly charged by a governmental entity (federal, state or local) with commission of any of the offenses set forth above in paragraph 13D(1)(b) of this certification;

- (d) Have not within the three-year period preceding this agreement had one or more public Contracts (federal, state or local) terminated for cause or default;
- (2) If the Participant is unable to certify to any of the statements set forth in paragraph 13D(1), the Participant shall attach an explanation to this agreement.

E This Contract is a financial assistance agreement, not a procurement contract and is governed by the terms set forth herein.

14 APPEAL RIGHTS

The Participant may appeal an adverse decision under this Contract in accordance with the appeal procedures set forth at 7 CFR part 11, Subpart A and part 614. Pending the resolution of an appeal, no payments shall be made under this agreement. Before a Participant seeks judicial review, the Participant must exhaust all appeal rights granted within these regulations.

15 EXAMINATION OF RECORDS

The Participant agrees to give the CCC or the Comptroller General, through any authorized representative, access to and the right to examine all records, books, papers, or documents related to this Contract. The Participant agrees to retain all records related to this agreement for a period of three years after completion of the terms of this agreement in accordance with the applicable OMB circular.

16 DRUG-FREE WORKPLACE (7 CFR part 3017)

By signing this Contract, the Participant certifies that he/she will not engage in the unlawful manufacture, distribution, dispensing, possession, or use of a controlled substance while conducting any activity associated with this Contract. This certification is a material representation of fact upon which reliance was placed when CCC determined to award this Contract. If it is later determined that the Participant knowingly rendered a false certification, or otherwise violates the requirements of the Drug-Free Workplace Act (Public Law 100-690, Title V, Subtitle D; 41 U.S.C. 701 et seq.; 7 CFR part 3017, Subpart F, Section 3017.600) CCC, in addition to any other remedies available to the United States, may take action authorized under the Drug-Free Workplace Act.

17 CERTIFICATION REGARDING LOBBYING (7 CFR 3018) (Applicable if this agreement exceeds \$100,000)

A The Participant certifies, to the best of his or her knowledge and belief, that:

- (1) No Federal appropriated funds have been paid or will be paid, by or on behalf of the Participant, to any person for influencing or attempting to influence an officer or employee of an agency, a Member of Congress, an officer or employee of Congress, or an employee of a Member of Congress in connection with the awarding of any Federal Contract, the making of any Federal grant, the making of any Federal loan, the entering into of any cooperative agreement, and the extension, continuation, renewal, amendment, or modification of any Federal Contract, grant, loan, or cooperative agreement;
- (2) If any funds other than Federal appropriated funds have been paid or will be paid to any person for influencing or attempting to influence an officer or employee of any agency, a Member of Congress, an officer or employee of Congress, or an employee of a Member of Congress, in connection with this Federal Contract, grant, loan, or cooperative agreement, the undersigned shall complete and submit Standard Form - LLL, "Disclosure Form to Report Lobbying," in accordance with its instructions;

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CCC-1200-CSP (Appendix)
1/2005

OMB No. 0578-0013
See CCC-1200 for Privacy Act and Public
Burden Statement

- (3) The Participant shall require that the language of this certification be included in the award documents for all sub awards at all tiers (including subcontracts, sub grants, and Contracts under grants, loans, and cooperative agreements) and that all sub recipients shall certify and disclose accordingly.

The following owners, operators, and producers by entering their signature acknowledge receipt of this Appendix to CCC-1200 and agree to its terms and conditions thereof. Further, if the undersigned are succeeding to an existing conservation stewardship contract, the undersigned agree and certify that no agreement exists or will be entered into between the undersigned, the previous owner and operator of the property, or mortgage holder that would, maintain or create an interest in the property in any previous Participant on this Contract for that property, or to receive payments under the contracts.

_____ Date: _____

The U.S. Department of Agriculture (USDA) prohibits discrimination in all its programs and activities on the basis of race, color, national origin, sex, religion, age, disability, political beliefs, sexual orientation, and marital or family status. (Not all prohibited bases apply to all programs.) Persons with disabilities who require alternative means for communication of program information (Braille, large print, audiotape, etc.) should contact USDA's TARGET Center at 202-720-2600 (voice and TDD).

To file a complaint of discrimination write USDA, Director, Office of Civil Rights, Room 326-W, Whitten Building, 14th and Independence Avenue, SW, Washington, DC 20250-9210 or call 202-720-5964 (voice or TDD). USDA is an equal opportunity provider and employee.

**The Natural Resources Conservation Service provides leadership
in a partnership effort
to help people conserve, maintain, and improve
our natural resources and environment.**

"The U.S. Department of Agriculture (USDA) prohibits discrimination in all its programs and activities on the basis of race, color, national origin, age, disability, and where applicable, sex, marital status, familial status, parental status, religion, sexual orientation, genetic information, political beliefs, reprisal, or because all or a part of an individual's income is derived from any public assistance program. (Not all prohibited bases apply to all programs.) Persons with disabilities who require alternative means for communication of program information (Braille, large print, audiotape, etc.) should contact USDA's TARGET Center at (202) 720-2600 (voice and TDD). To file a complaint of discrimination write to USDA, Director, Office of Civil Rights, 1400 Independence Avenue, S.W., Washington, D.C. 20250-9410 or call (800) 795-3272 (voice) or (202) 720-6382 (TDD). USDA is an equal opportunity provider and employer."