



Professional Services for Farmland Owners and Investors

Government Programs & Payments

Secure Your Farm's Future | Summer 2026



Outline



Overview



Emergency Commodity
Assistance Program
(ECAP)



Supplemental Disaster
Relief Program (SDRP)



Farmer Bridge Assistance
(FBA)



One Big Beautiful Bill Act
Updates (OBBBA)



Agricultural Risk
Coverage (ARC)/Price
Loss Coverage (PLC)



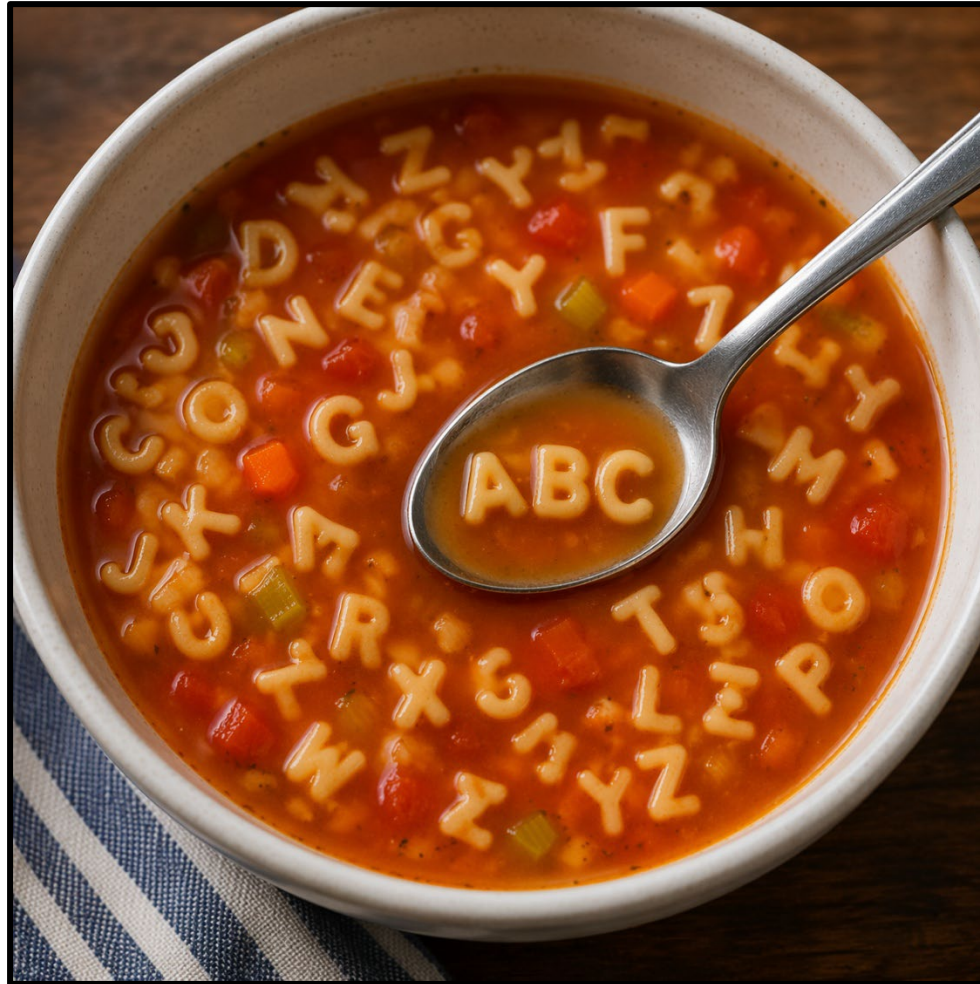
Conservation Reserve
Program (CRP)

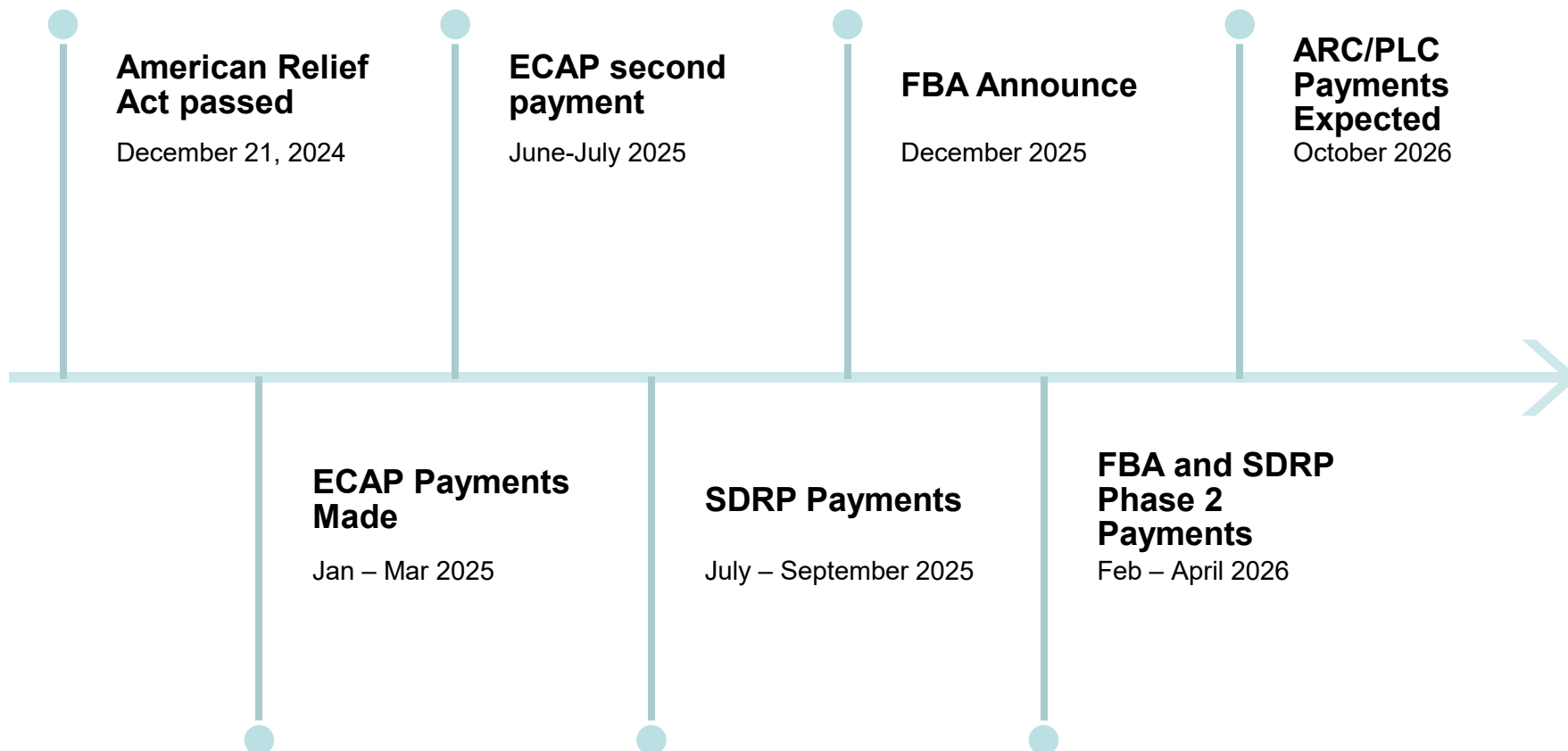


Enhanced Coverage
Option
(ECO)/Supplemental
Coverage Option (SCO)



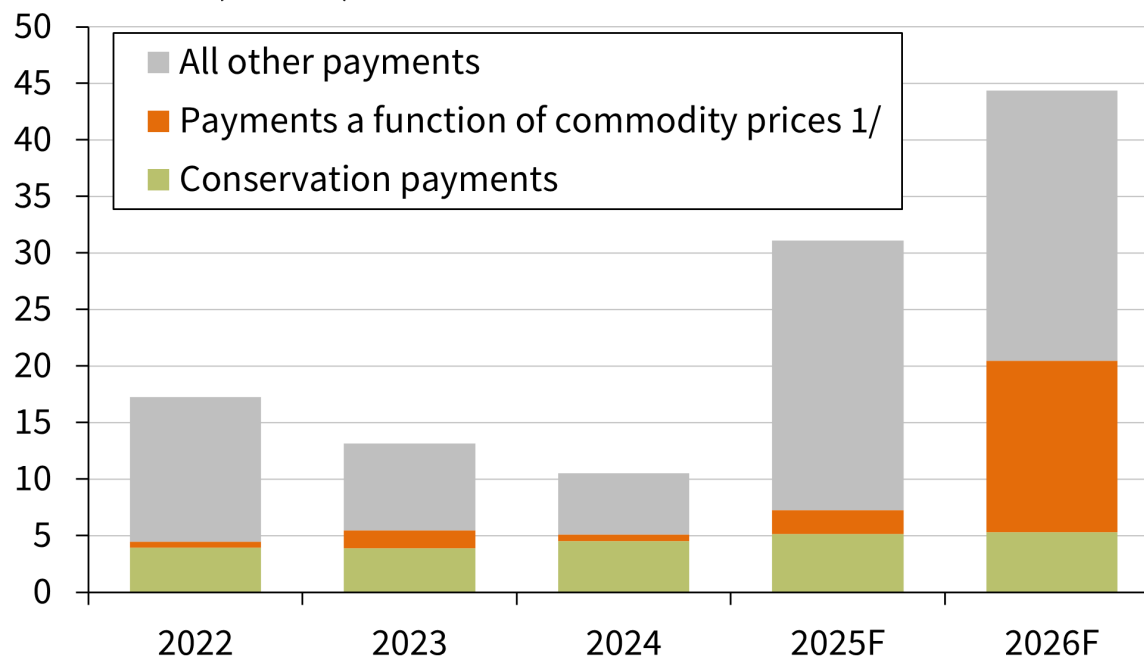
'Alphabet Soup'





Direct Government payments to U.S. farm producers, 2022–26F

2026 dollars (billions)

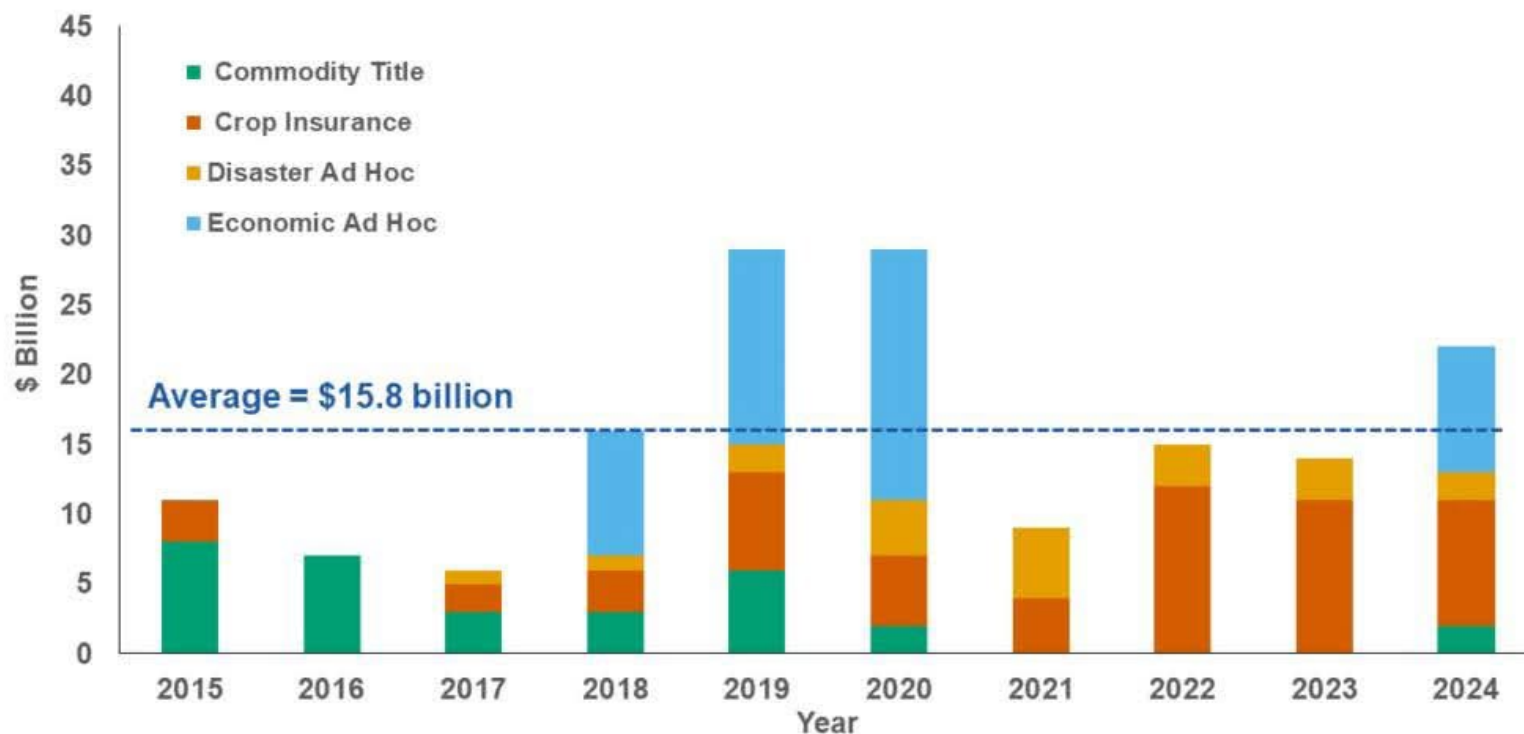


Note: F = forecast. Values are adjusted for inflation using the U.S. Department of Commerce, Bureau of Economic Analysis, Gross Domestic Product Price Index (BEA API series code: A191RG) rebased to 2026 by USDA, Economic Research Service.
 1/ Includes Price Loss Coverage, Agriculture Risk Coverage, loan deficiency payments (excluding grazeout payments), marketing loan gains, and Dairy Margin Coverage payments.

Source: USDA, Economic Research Service, Farm Income and Wealth Statistics.
 Data as of February 5, 2026.



Figure 1. Farmer Support Payments by Year, \$ billion



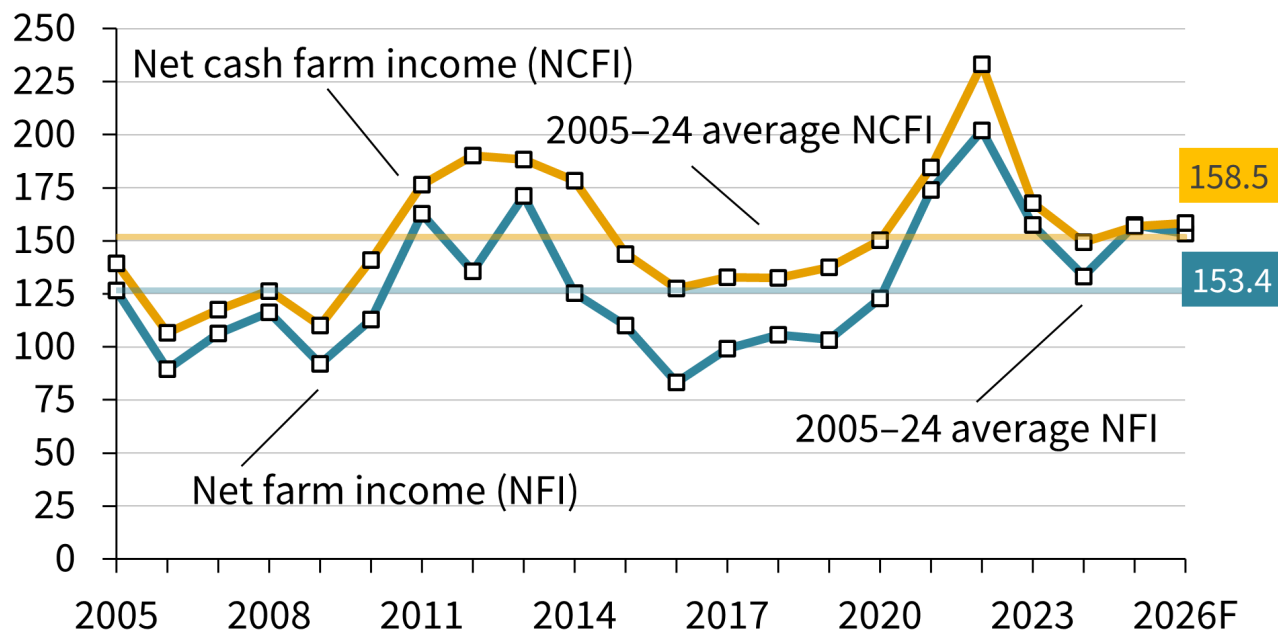
ILLINOIS

farmdocDAILY



U.S. net farm income and net cash farm income, inflation adjusted, 2005–26F

2026 dollars (billions)



Note: F = forecast; data for 2025 and 2026 are forecasts. Values are adjusted for inflation using the U.S. Department of Commerce, Bureau of Economic Analysis, Gross Domestic Product Price Index (BEA API series code: A191RG) rebased to 2026 by USDA, Economic Research Service.

Source: USDA, Economic Research Service, Farm Income and Wealth Statistics. Data as of February 5, 2026.



Emergency Commodity Assistance Program

ECAP



ECAP

- Emergency Commodity Assistance Program
- For 2024 crop year
- Authorized by the American Relief Act, 2025
- Based on certified crop acres
- \$10 billion in direct payments to producers
- Applications and payments sent in 2025



ECAP Payment Rates

BARLEY		\$21.67	RICE		\$76.94 (LONG AND MEDIUM)	
CHICK-PEAS		\$31.45 (SMALL) \$24.02 (LARGE)	SORGHUM		\$42.52	
CORN		\$42.91	SOY-BEANS		\$29.76	
COTTON		\$84.74 (UPLAND & EXTRA-LONG STAPLE COTTON)	WHEAT		\$30.69	
LENTILS		\$19.30	OIL SEEDS			
OATS		\$77.66	 CANOLA	\$31.83	 RAPESEED	\$23.63
PEANUTS		\$75.51	 CRAMBE	\$19.08	 SAFFLOWER	\$26.32
PEAS		\$16.02	 FLAX	\$20.97	 SESAME	\$16.83
			 MUSTARD	\$11.36	 SUNFLOWER	\$27.23



Source: Farm Service Agency, USDA
www.Hertz.ag

Supplemental Disaster Relief Program

SDRP



SDRP

- Broken into two stages
- Provides more than \$16 billion in disaster relief payments to producers
- For years 2023 and 2024
- Approved through the American Relief Act, 2025



SDRP

Phase 1

- Application created if you already had a crop insurance claim
- Using RMA data to calculate payments
- Receiving 70% of the payment calculated
- Deadline extended to August 12, 2026

Phase 2

- Application for producers without crop insurance claims
- Calculations dependent on whether eligible loss was insured or not, the crop type, and insurance policy
- Receiving 70% of the payment calculated
- Deadline extended to August 12, 2026



Farmer Bridge Assistance

FBA



FBA

- Announced December 8, 2025, as a bridge payment until the benefits of the One Big Beautiful Bill Act (OBBBA) were available
- \$12 billion available
 - \$11 billion for row crops plus \$1 billion for specialty crops
- Based on 2025 planted acres
- Enrollment period February 23 to April 17, 2026, with payments beginning in March

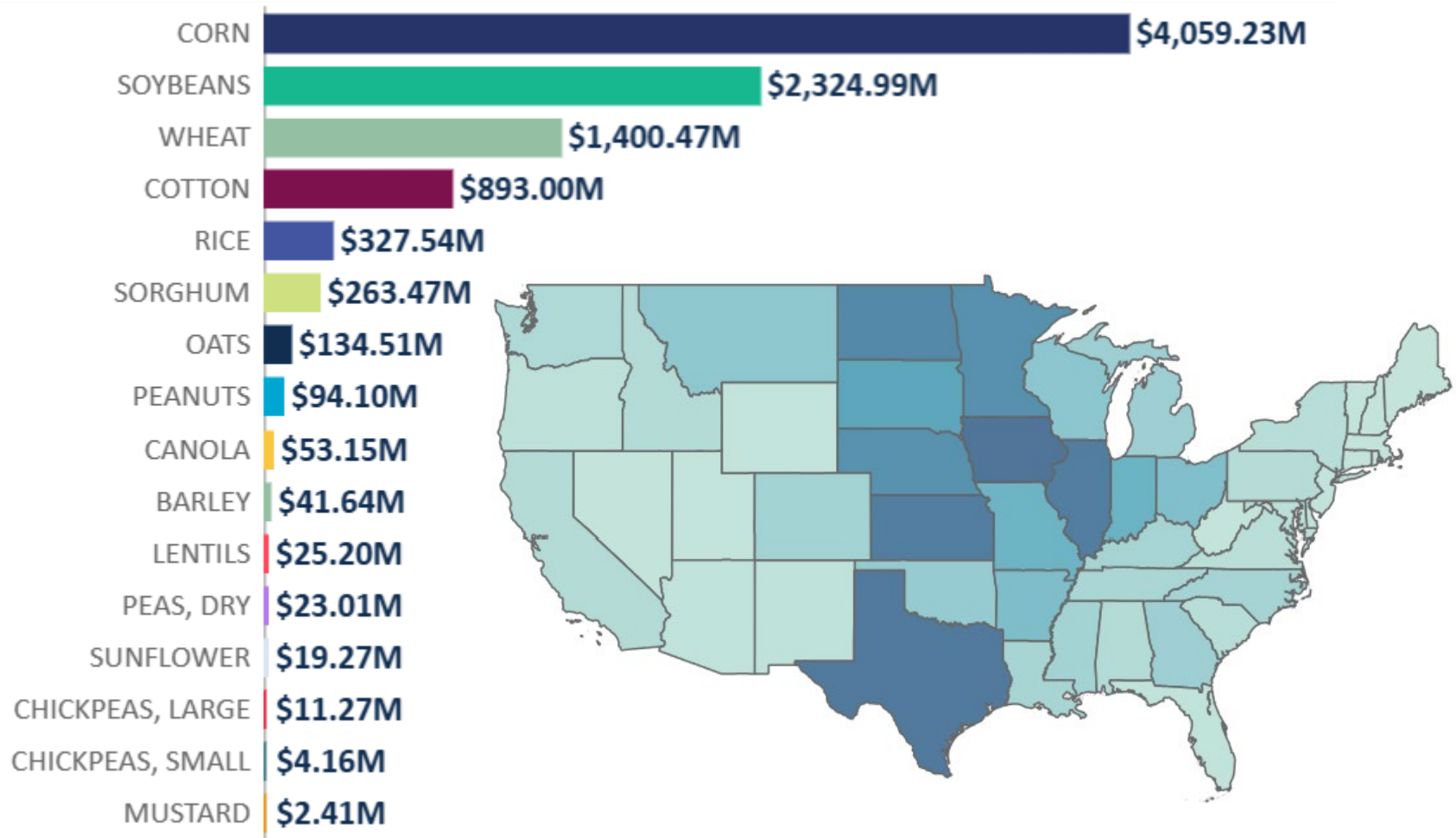


FBA Payment Rates

BARLEY			\$20.51	RICE			\$132.89
CHICK-PEAS			\$33.36 (SMALL) \$26.46 (LARGE)	SOR-GHUM			\$48.11
CORN			\$44.36	SOY-BEANS			\$30.88
COTTON			\$117.35	WHEAT			\$39.35
LENTILS			\$23.98	 OIL SEEDS			
OATS			\$81.75				
PEANUTS			\$55.65	 CANOLA	\$23.57	 SESAME	\$13.68
PEAS			\$19.60	 FLAX	\$8.05	 SUNFLOWER	\$17.32
				 MUSTARD	\$23.21	 fsa.usda.gov/fba	
				 SAFFLOWER	\$24.86		



FBA Disbursements



Source: Farm Service Agency, USDA

www.Hertz.ag

One Big Beautiful Bill Act

OBBBA



OBBBA

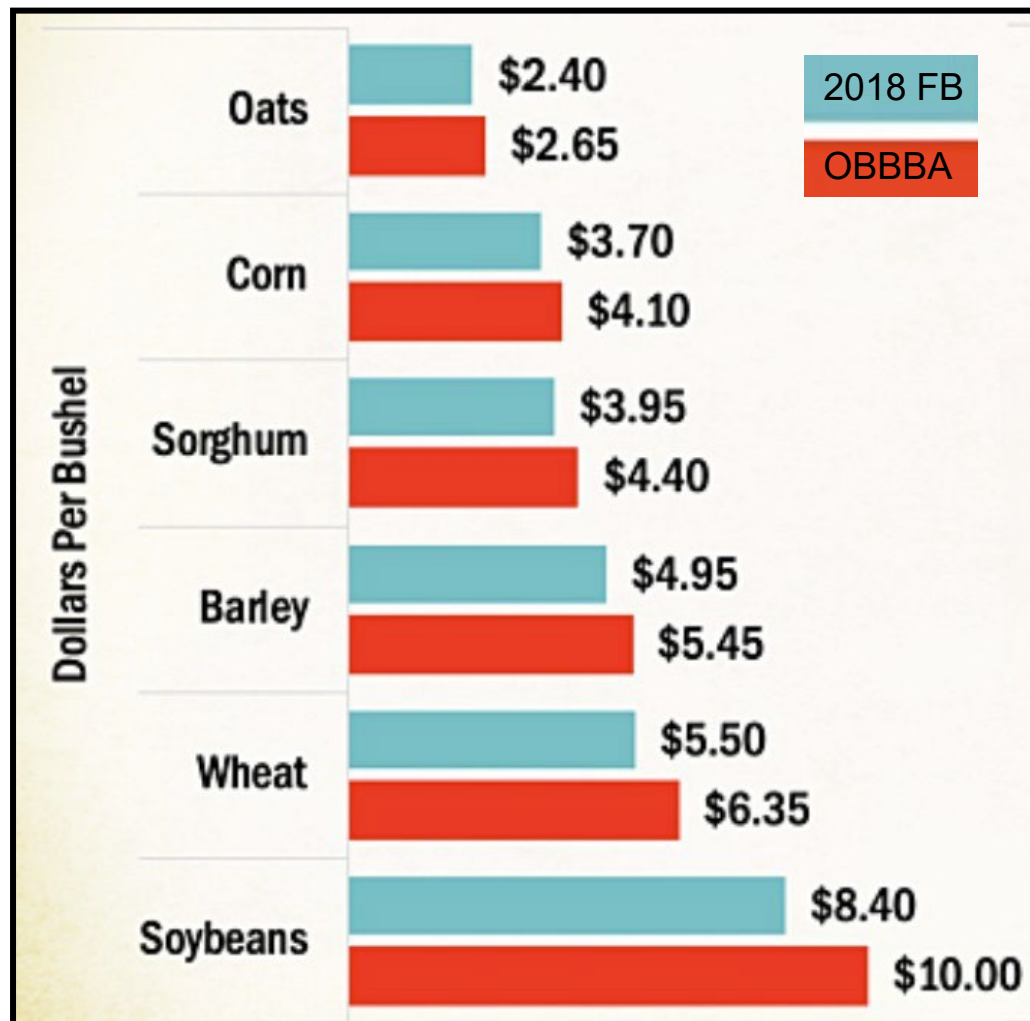
- Budget Reconciliation signed into law July 4, 2025
- Payment limitation increases from \$125,000 to \$155,000 starting in 2026
- Expansion of qualified pass-through entities
 - \$900,000 AGI limit applies to individual members for pass-through entities (i.e. S-Corps)
- "Actively Engaged" clarification
 - Wages do not disqualify actively engaged

Note: Ownership changes to be submitted to FSA by September 15, 2026 (tentatively)



OBBBA

- Commodity loan rate increase
- One-time base acre update
- Increase in reference prices
- Increased ARC-CO guarantee



Source: American Farm Bureau Federation

www.Hertz.ag

Agricultural Risk Coverage and Price Loss Coverage

ARC / PLC



OBBBA effect on ARC/PLC

- Extends ARC/PLC from 2026 to the 2031 crop year
- 30 million base acres available nationwide for allocation based on 2019-2023 planting history
- Reference price increase
 - Corn from \$3.70 to \$4.10 Soybeans \$8.40 to \$10.00
- Increased benchmark revenue for ARC-CO from 86% to 90%
- Provision that regardless of election in 2025 producers are eligible for program with highest payment



Coverage

ARC/PLC



ARC vs PLC

Feature	ARC	PLC
Protects Against	Revenue Loss	Price Loss
Yield Considered	Yes	No
Price Considered	Yes	Yes
Payment Based on	County Revenue shortfall	Market year average price below reference price
Best When	Moderate price decline and yield loss	Major Commodity Price downturns



Conservation Reserve Program

CRP



CRP

Program not reauthorized by OBBBA

- OBBBA strengthened ARC and PLC but left CRP out
- Authority lapsed Oct. 1, 2025; a continuing resolution extended CRP through Sept. 30, 2026
- Existing contracts keep their rental, cost-share, and incentive payments

Acreage cap and enrollment

- National cap holds at 27 million acres, with about 24.8 million already enrolled
- 2026 Continuous and General signups reopened and 2.2 million acres were accepted; future enrollment depends on the next farm bill

Payment and rental rates

- New \$50,000 per-person annual cap on CRP rental payments under OBBBA, allowing entities to effectively stack payments based on the number of qualified owners
- 10% inflationary adjustment removed from soil rental rate calculations



Enhanced Coverage Option/Supplemental Coverage Option

ECO/SCO



ECO & SCO

What ECO & SCO are

- County based add-ons that pay on county average yield/revenue, not your individual farm results
- SCO fills the band from your policy level (e.g. 75%) up to 86%; ECO covers 86% up to a 90% or 95% level
- Ran together they insure up to 95% of expected county crop value above your individual deductible

What's new for 2026

- You can now stack ECO and SCO together, and keep SCO even if you elect ARC (previously PLC-only)
- The OBBBA raised the premium subsidy from 65% to 80% on both, lowering out-of-pocket cost

Why 2025 pays out

- Harvest prices fell below the spring projected prices for corn, soybeans, and wheat
- Revenue losses pushed many counties past ECO/SCO triggers; final RMA county yields released June 2026

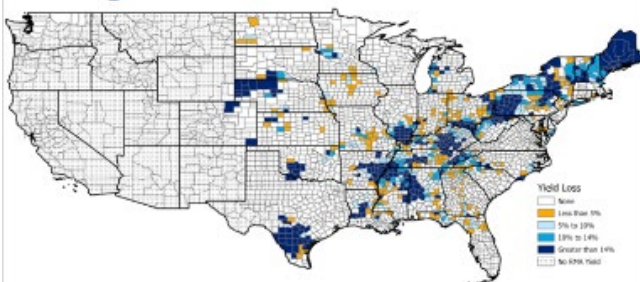
Expected Midwest payments

- Broad corn payments across the western Corn Belt and Plains
- Soybean payments minimal across most of the Midwest

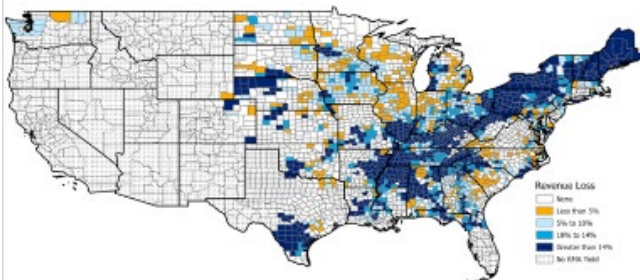


2025 ECO/SCO County Losses – Corn & Soybeans

Figure 1. 2025 County Yield (top) and Revenue (bottom) Losses for Corn Non-Irrigated Acres



ECO-95 Payment Triggered
ECO-90 Payment Triggered
SCO Payment Triggered

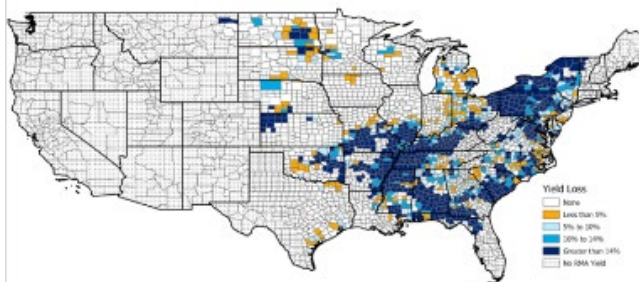


ILLINOIS

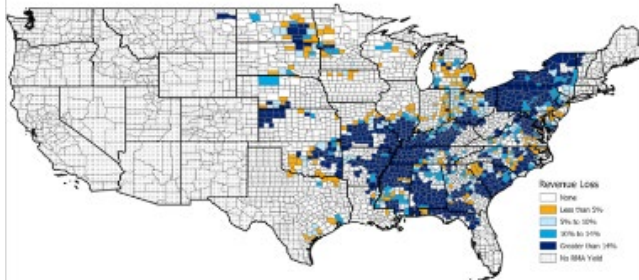
Sources: USDA-RMA and author calculations

farmdocDAILY

Figure 2. 2025 County Yield (top) and Revenue (bottom) Losses for Soybean Non-Irrigated Acres



ECO-95 Payment Triggered
ECO-90 Payment Triggered
SCO Payment Triggered



ILLINOIS

Sources: USDA-RMA and author calculations

farmdocDAILY

Estimated 2025 county-level ECO/SCO payment triggers for non-irrigated corn and soybeans. Source: farmdoc, University of Illinois.



Future Payments/What to Look Out for

White House supplemental request — June 24, 2026

- \$11.1 billion in new farm aid requested: \$10 billion for row and specialty crops planted in 2026, plus \$1.1 billion for Florida storm losses
- Adds to ~\$12 billion already paid in 2026

Year-round E15 tied to the request

- Request urges Congress to codify the permanent, year-round sale of E15 to expand ethanol demand for corn
- House passed year-round E15 legislation in May; Senate action still pending
- E15 typically sells 10–40¢ per gallon below E10, supporting both farm income and savings at the pump

What to watch next

- Next farm bill will set long-term ARC, PLC, and CRP structure beyond these temporary payments





Stay Informed, Connect With Us

800-593-5263 (LAND)

www.Hertz.ag

Follow us on Social Media

@HertzAgLand



www.Hertz.ag

