

Livestock Indemnity Program (LIP)



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What is LIP?



- Authorized by 2014 Farm Bill
- Administered by the Farm Service Agency (FSA)
- Compensate livestock producers for livestock deaths in excess of normal death losses and caused by eligible loss condition.
- LIP payments are equal to 75% of the market value of the producer's livestock the day before the date of death.



Eligible Loss Conditions

- Adverse Weather

- Blizzard
- Flood
- Lighting Strike
- Tornado
- Wild Fires
- Extreme Hot or Cold
- Earthquake



- Disease

- A disease that is made worse by an eligible adverse weather event that directly results in the death of eligible livestock in excess of normal mortality.
 - Anthrax
 - Larkspur Poisoning

- Animal Attacks

- By animals that have been reintroduced or are protected by federal law.
 - Wolves
 - Buzzards



Producer Eligibility

- Must have owned the animals the day the livestock died.
- Number of animals that died must be in excess of normal mortality rates.
 - If a producer normally loses 5 animals each year, this program will only pay if their loss is greater than normal.
- Animals must be used for commercial farming operation.
 - No recreational, pets, rodeo, or show animals.



Eligible Livestock

Cattle	Poultry	Swine	Other
Beef Bulls and Cows	Chicken Broilers and Pullets (regular size)	Feeder Pigs (< 50 lbs.)	Goats Bucks and Does Goat Slaughter Kids
Beef Calves	Chicken Chicks	Sows, Boars, Barrows, and Gilts (50 to 150 lbs.)	Sheep Rams and Ewes Sheep Lambs
Buffalo Bulls and Cows	Ducks and Ducklings	Sows, Boars, Barrows, and Gilts (151 to 450 lbs.)	Horses Deer
Buffalo Calves	Geese and Goslings	Sows, Boars, Barrows, and Gilts (> 450 lbs.)	Alpacas Llamas Emus
Dairy Bulls and Cows	Turkey Pullets		Elk
Dairy Calves	Turkey Toms, Fryers and Roasters		Reindeer

Pets, recreational animals such as hunting and roping animals and show animals are not eligible.



Applying for LIP

- Producers have until 30 days after the livestock loss (death) has occurred to notify their FSA office.
 - No official disaster declaration is needed.
- Producer then has 90 days after the calendar year in which the loss has occurred to file an application for payment of loss.
 - Producer must provide proof of loss documentation.



Proof of Loss Documentation

- Documentation of the number and kind of livestock.
 - Photos or videos of lost livestock
 - Production records
 - Tax records
 - Location of animals
- Producers must provide proof that animals died as a direct result of the adverse weather, eligible disease or animal attack.
 - Veterinarian records
 - 3rd party
- Proof of Death is shown when application for payment is made.



For More Information

- Contact

- Your local county FSA office
- Your local county OSU Extension office

Information used for this presentation was printed in the 2014 Farm Bill Fact Sheet covering the Livestock Indemnity Program (LIP)

