

The World's Largest Open Access Agricultural & Applied Economics Digital Library

### This document is discoverable and free to researchers across the globe due to the work of AgEcon Search.

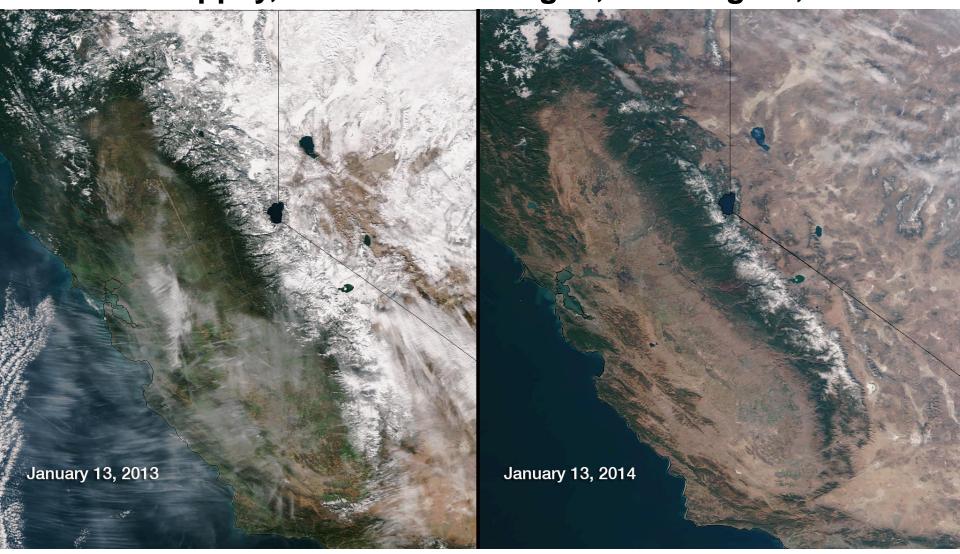
Help ensure our sustainability.

Give to AgEcon Search

AgEcon Search
<a href="http://ageconsearch.umn.edu">http://ageconsearch.umn.edu</a>
<a href="mailto:aesearch@umn.edu">aesearch@umn.edu</a>

Papers downloaded from **AgEcon Search** may be used for non-commercial purposes and personal study only. No other use, including posting to another Internet site, is permitted without permission from the copyright owner (not AgEcon Search), or as allowed under the provisions of Fair Use, U.S. Copyright Act, Title 17 U.S.C.

### "The U.S. Drought of 2012-13 Lingers and Shifts Westward" Brad Rippey, USDA Meteorologist, Washington, D.C.

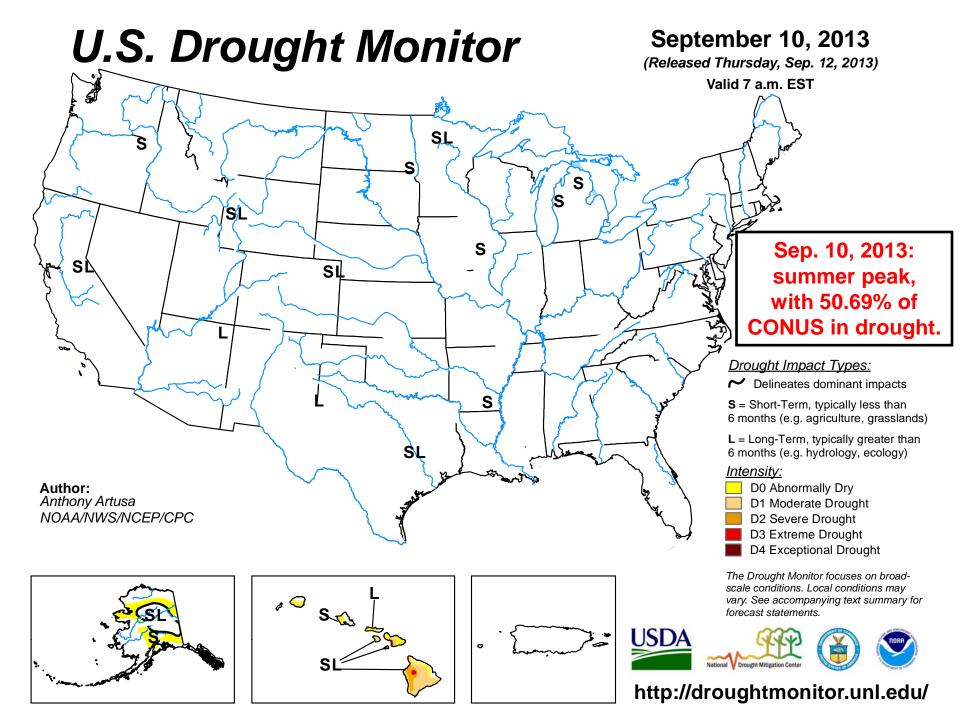


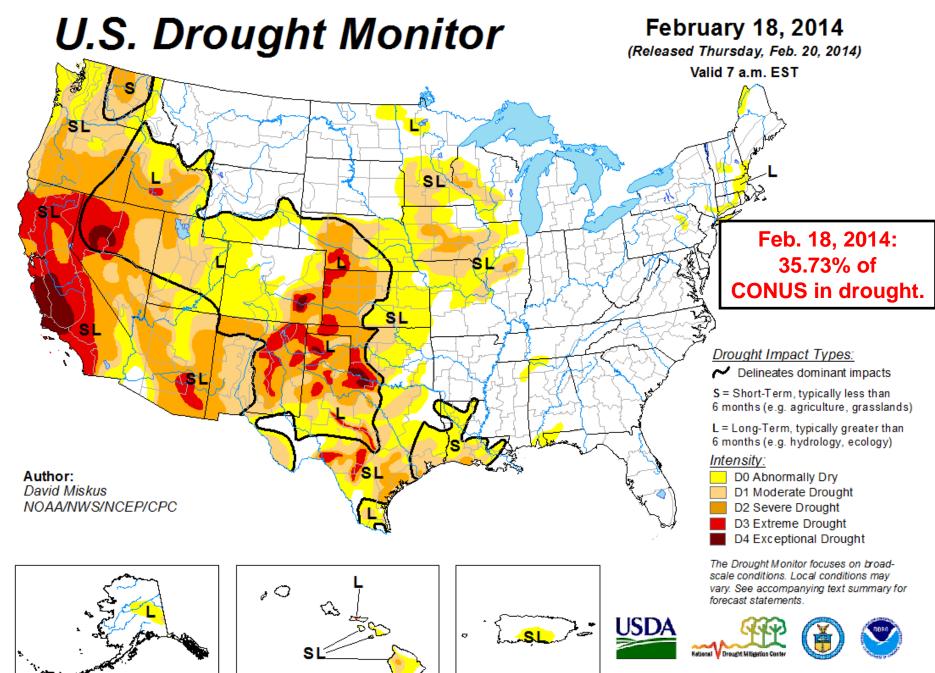


Agricultural Outlook Forum
Crystal Gateway Marriott Hotel
Arlington, Virginia, February 21, 2014

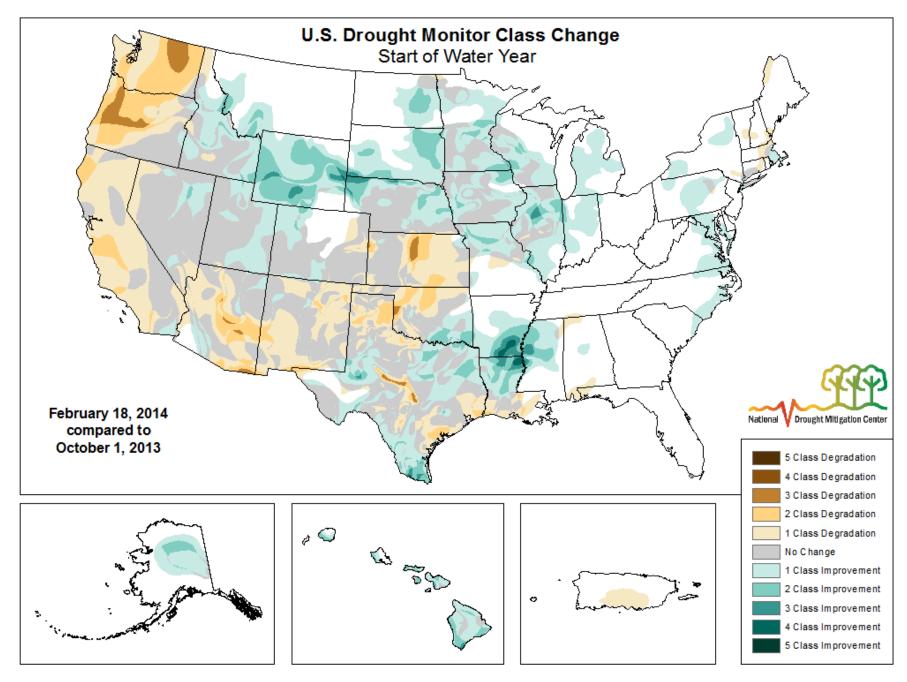
# Potential U.S. Trouble Spots, 2014 Growing Season

- California (third year of drought; depleted soil moisture; diminishing water supplies)
- Great Basin, Southwest (see California)
- Southern Great Plains (fourth year of drought?; drought-damaged rangeland; subsoil moisture shortages)
- Corn Belt (lingering drought in Upper Midwest; wetness issues some places?)
- Western Gulf Coast (trending dry)





http://droughtmonitor.unl.edu/



http://droughtmonitor.unl.edu

### Percentiles and the U.S. Drought Monitor

- Advantages of percentiles:
  - Can be applied to any parameter
  - Can be used for any length of data record
  - Puts drought in historical perspective
- D4, Exceptional Drought: once per 50 to 100 years
- D3, Extreme Drought: once per 20 to 50 years
- D2, Severe Drought: once per 10 to 20 years
- D1, Moderate Drought: once per 5 to 10 years
- D0, Abnormally Dry: once per 3 to 5 years

# California Agricultural Production Statistics, 2012

- The state's 80,500 farms and ranches received a record \$44.7 billion for their output in 2012, up from \$43.3 billion in 2011 and \$37.9 billion in 2010.
- California is the number one state in cash farm receipts with 11.3 percent of the U.S. total.
- The state accounted for 15 percent of domestic receipts for crops and 7.1 percent of the U.S. revenue for livestock and livestock products.

# California Agricultural Production Statistics, 2012

• Milk: \$6.90 billion

• Grapes: \$4.45 billion

• Almonds: \$4.35 billion

• Nursery plants:

\$3.54 billion

• Cattle, Calves:

\$3.30 billion

• Strawberries:

\$1.94 billion

• Lettuce: \$1.45 billion

• Walnuts: \$1.35 billion

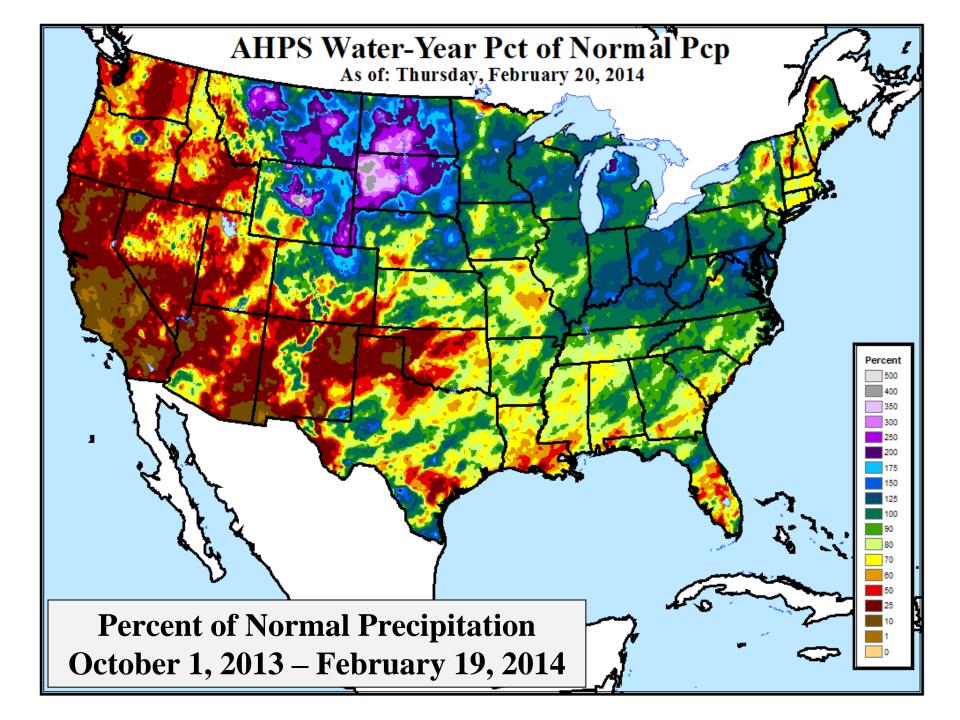
• Hay: \$1.25 billion

• Tomatoes:

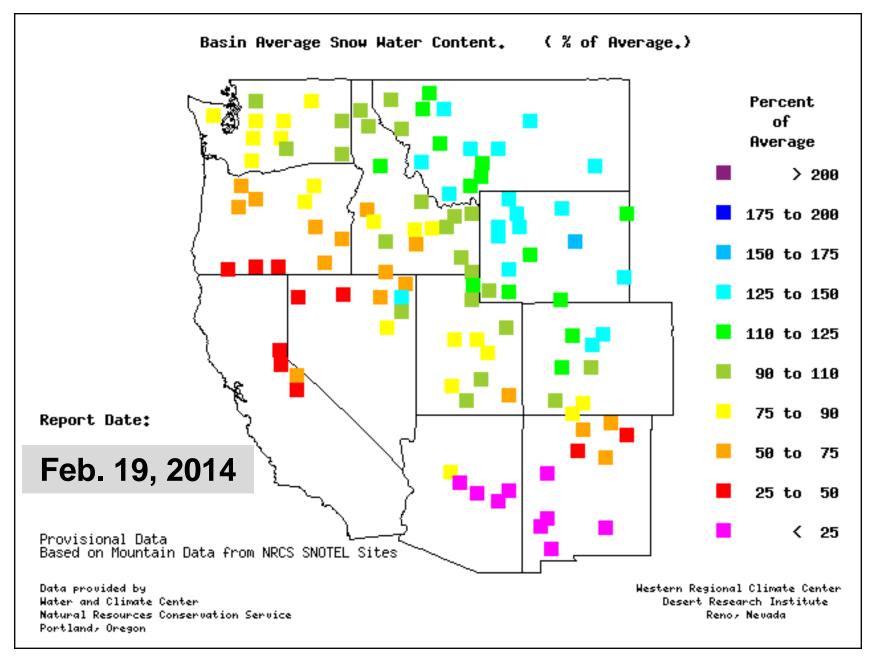
\$1.17 billion

Note: These ten commodities accounted for approximately two-thirds of California's agricultural cash receipts in 2012.

Source: California Department of Food and Agriculture

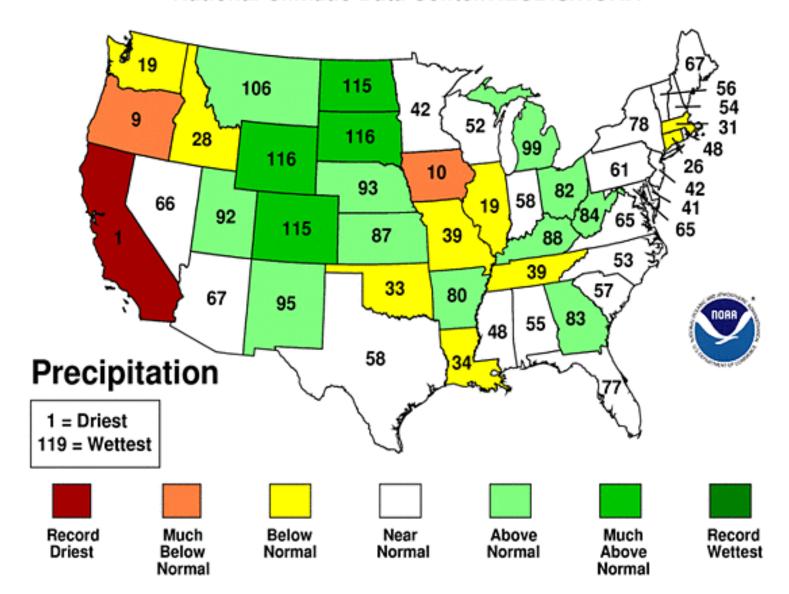


#### **SNOTEL – River Basin Snow Water Content**

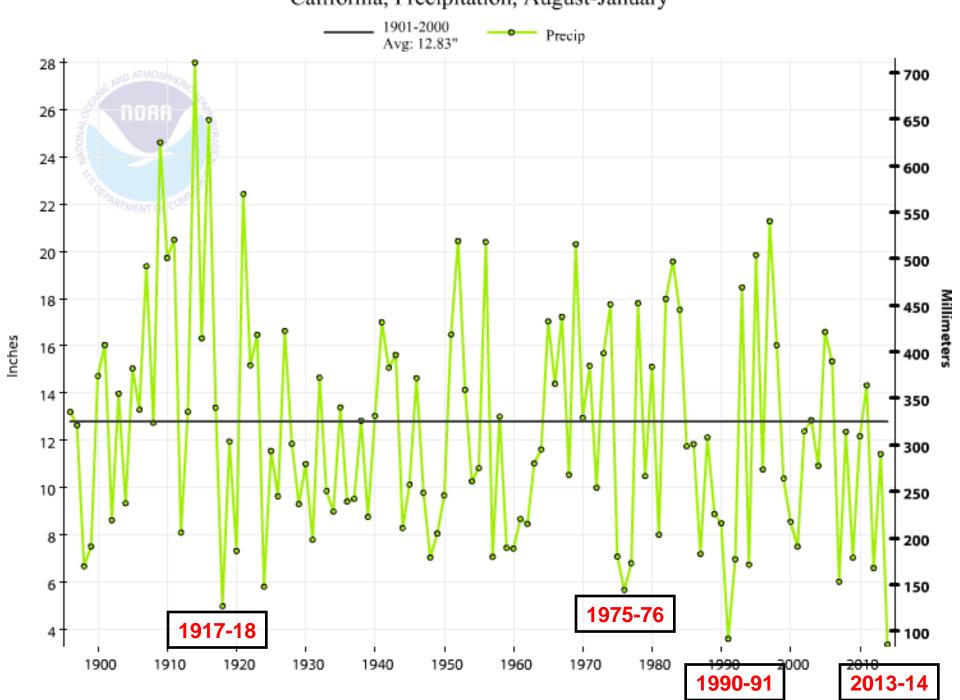


### Aug 2013-Jan 2014 Statewide Ranks

National Climatic Data Center/NESDIS/NOAA

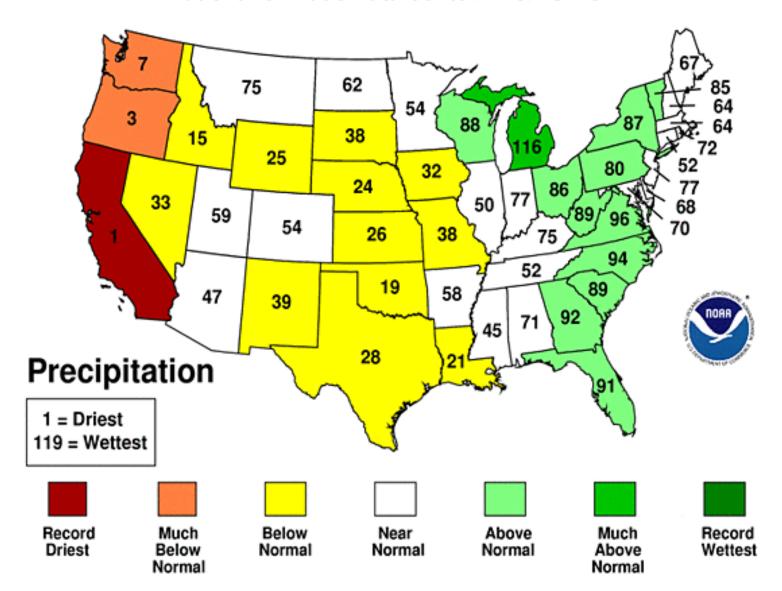


#### California, Precipitation, August-January

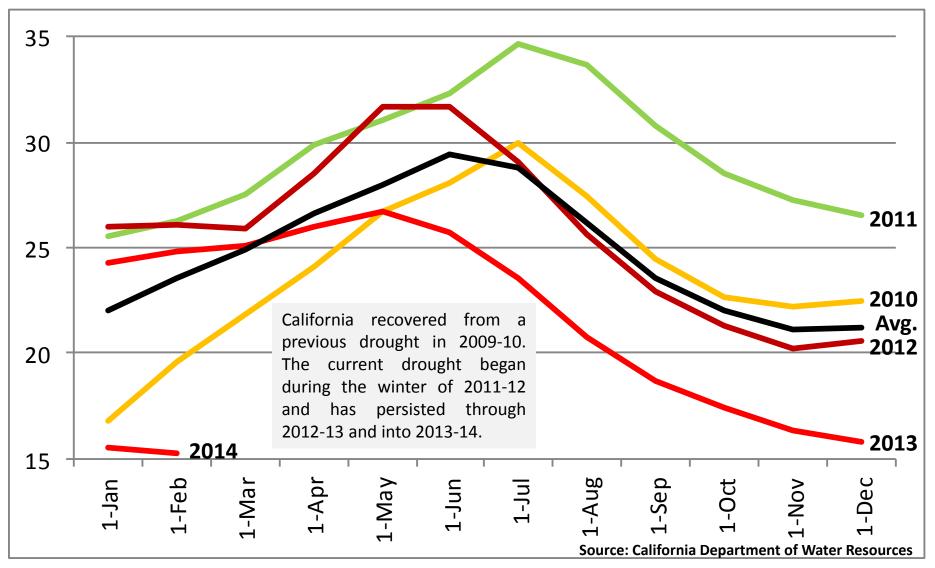


#### Nov 2013-Jan 2014 Statewide Ranks

National Climatic Data Center/NESDIS/NOAA

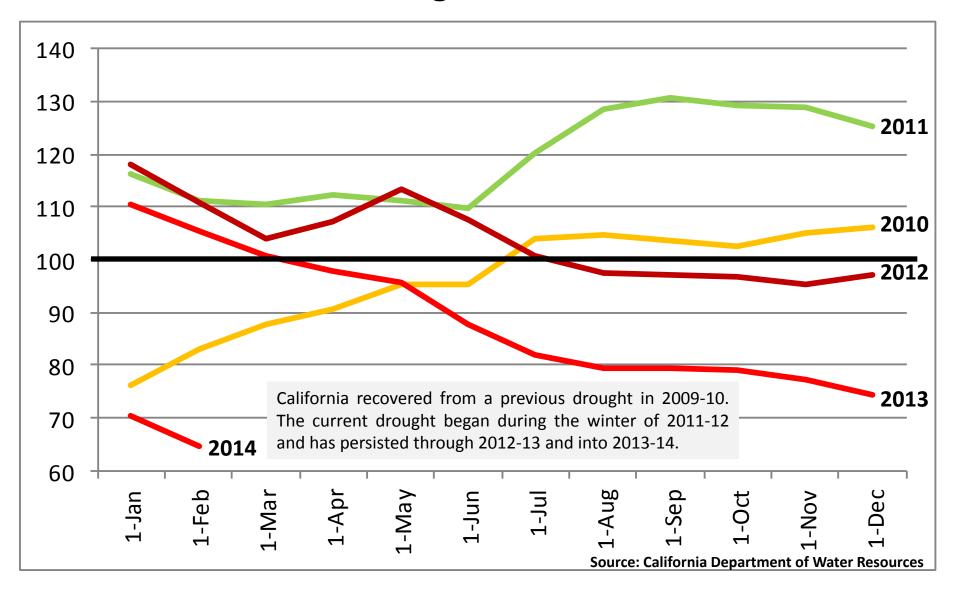


#### California Reservoir Storage, Million Acre-Feet, 2010-14



Note: One acre-foot is equal to 325,851 gallons, or the amount of water it takes to cover one acre to a depth of one foot. California's reservoir storage is down nearly 20 million acre-feet, or about 6.35 trillion gallons, since the summer of 2011.

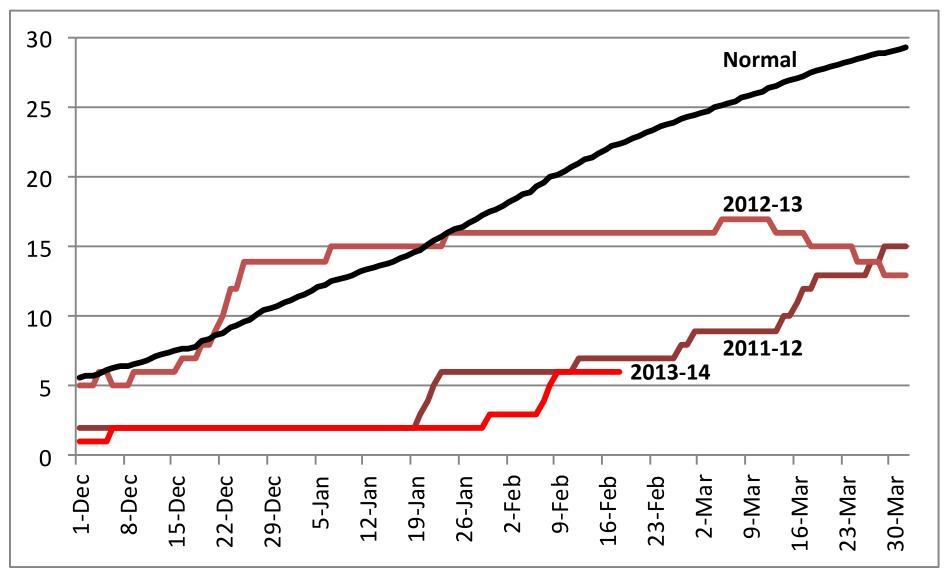
#### California Reservoir Storage, Percent of Normal, 2010-14



## California Reservoirs, Recharge and Withdrawal Million Acre-Feet and Percent of Average

	<b>Recharge</b>	<b>Withdrawal</b>		
2010-11	12.5 (151%)	2011	8.8 (107%)	
2011-12	5.8 (70%)	2012	11.5 (140%)	
2012-13	6.5 (79%)	2013	11.2 (136%)	
2013-14	TBD	2014	TBD	
Avg.	8.2	Avg.	8.2	

#### Daily Sierra Nevada Snowpack (Inches) vs. Normal



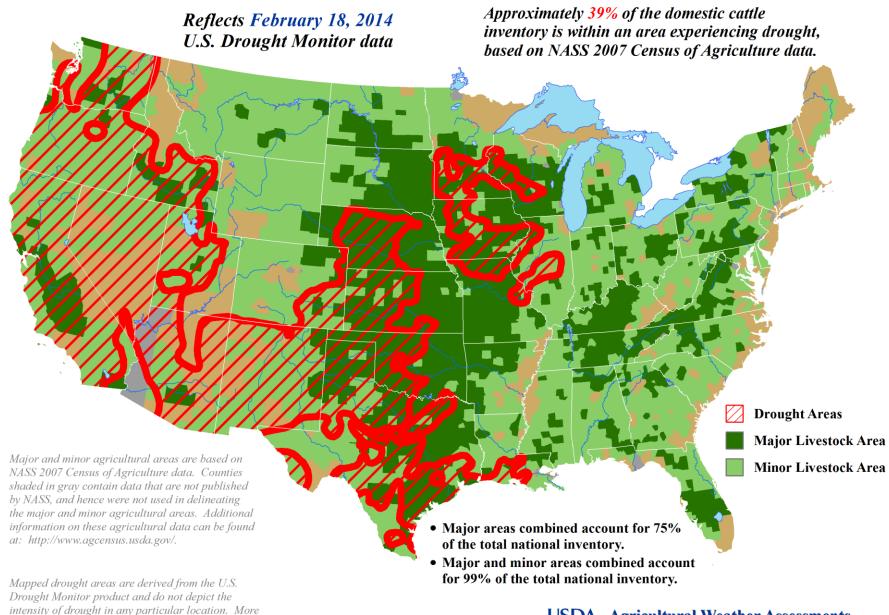
**Source: California Department of Water Resources** 

California, Precipitation, July-June Precip Avg: 22.57" **X** = Rankings of Driest Years 26 -2011-13 1986-94 12,11 1975-77 

#### U.S. Cattle Areas Experiencing Drought

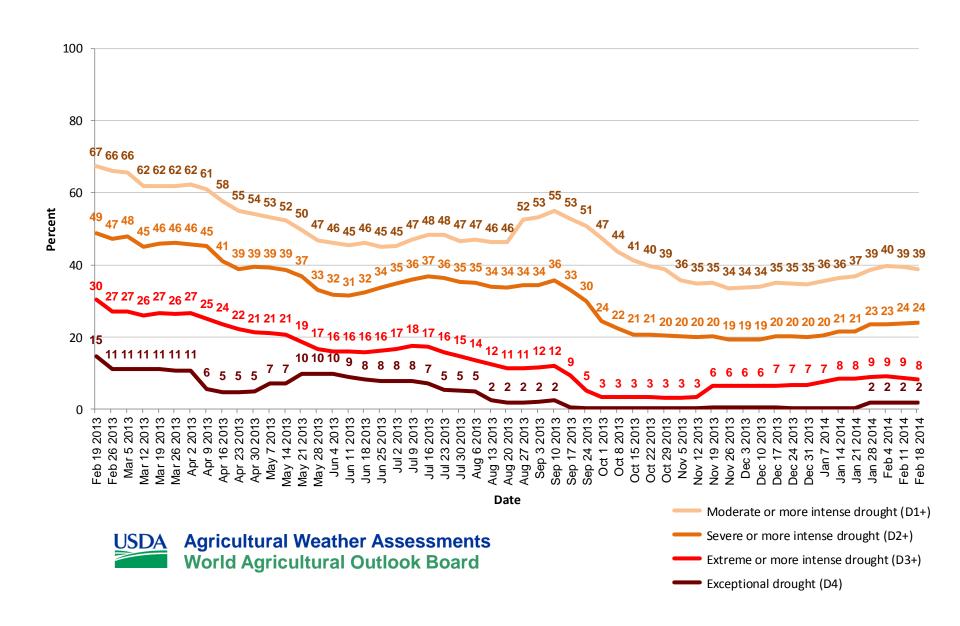
information on the Drought Monitor can be found

at: http://droughtmonitor.unl.edu/.





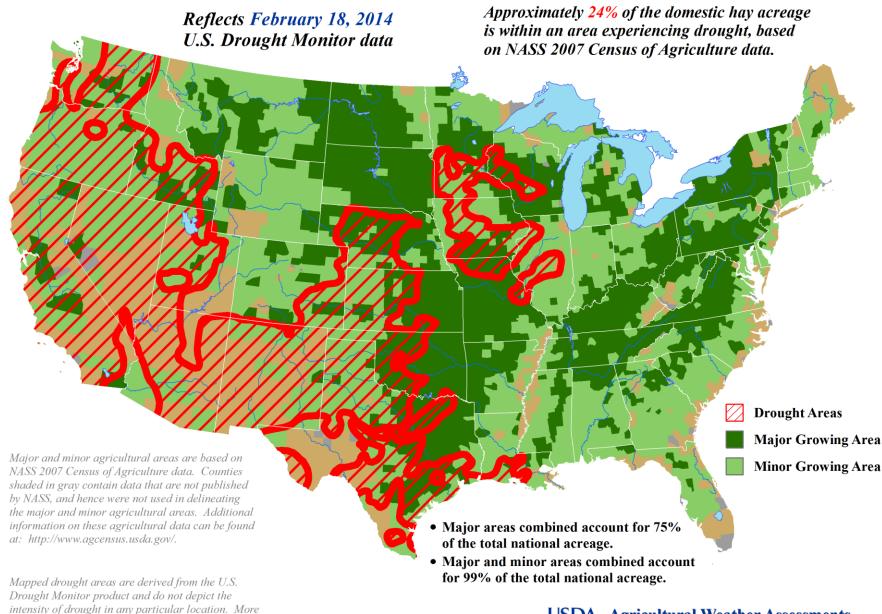
#### **United States Cattle Areas Located in Drought**



#### U.S. Hay Areas Experiencing Drought

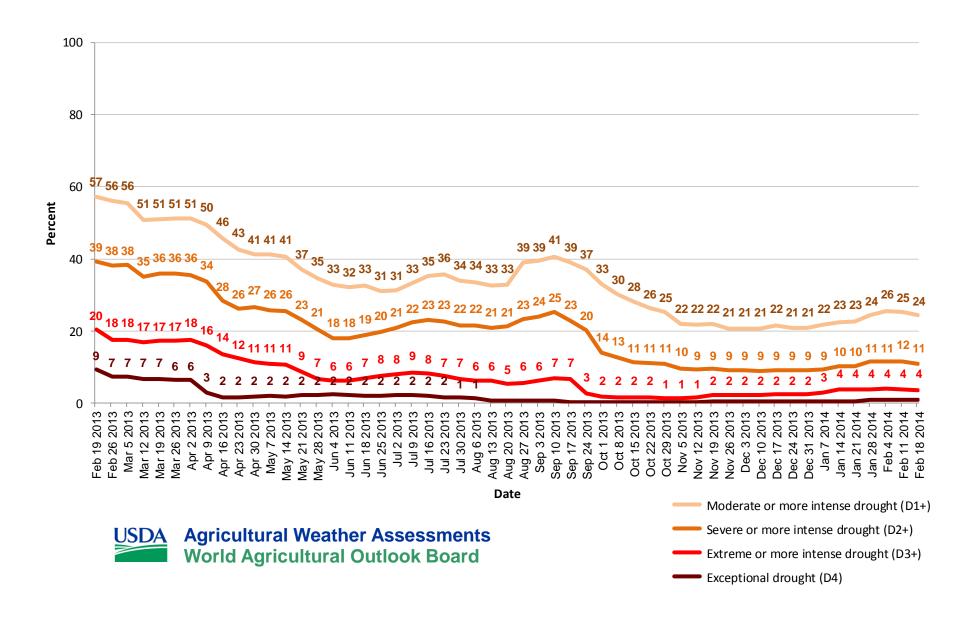
information on the Drought Monitor can be found

at: http://droughtmonitor.unl.edu/.



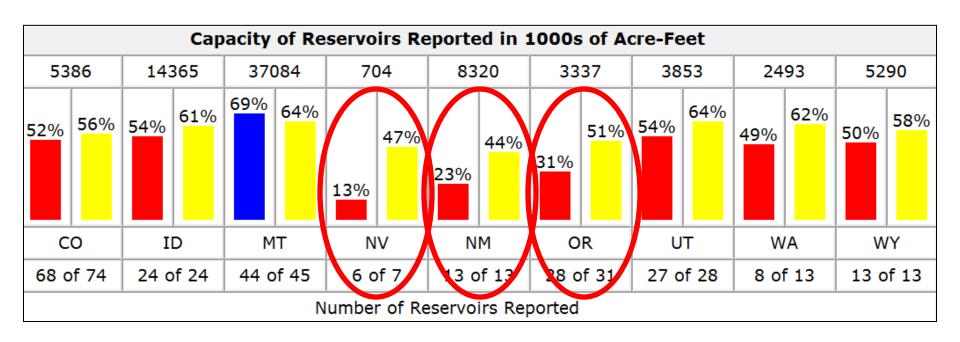


#### **United States Hay Areas Located in Drought**



## Western Reservoir Situation February 1, 2014

 Besides California, reservoir storage for this time of year is far below normal in Nevada, New Mexico, and Oregon.



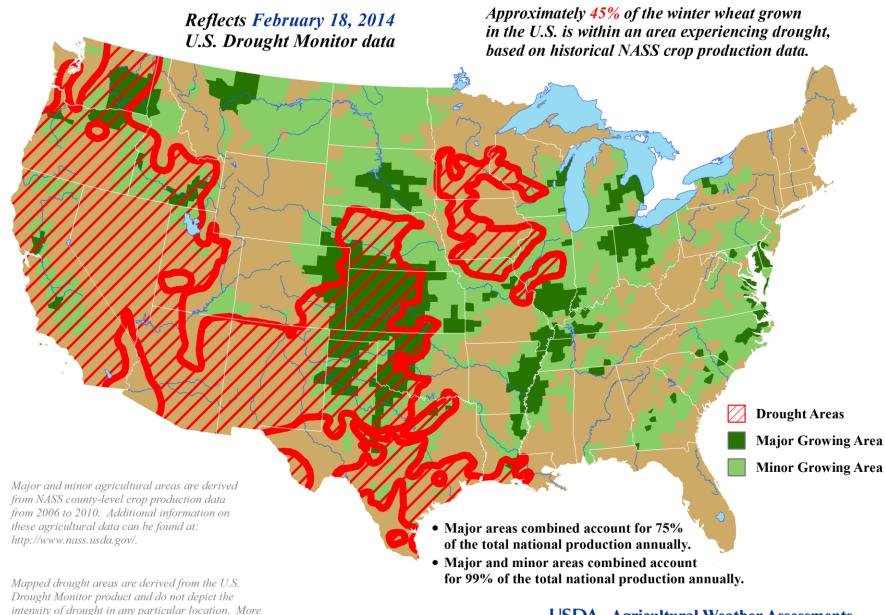
# Potential U.S. Trouble Spots, 2014 Growing Season

- California (third year of drought; depleted soil moisture; diminishing water supplies)
- Great Basin, Southwest (see California)
- Southern High Plains (fourth year of drought?; drought-damaged rangeland; subsoil moisture shortages)
- Corn Belt (lingering drought in Upper Midwest; wetness issues farther east?)
- Western Gulf Coast (trending dry)

#### U.S. Winter Wheat Areas Experiencing Drought

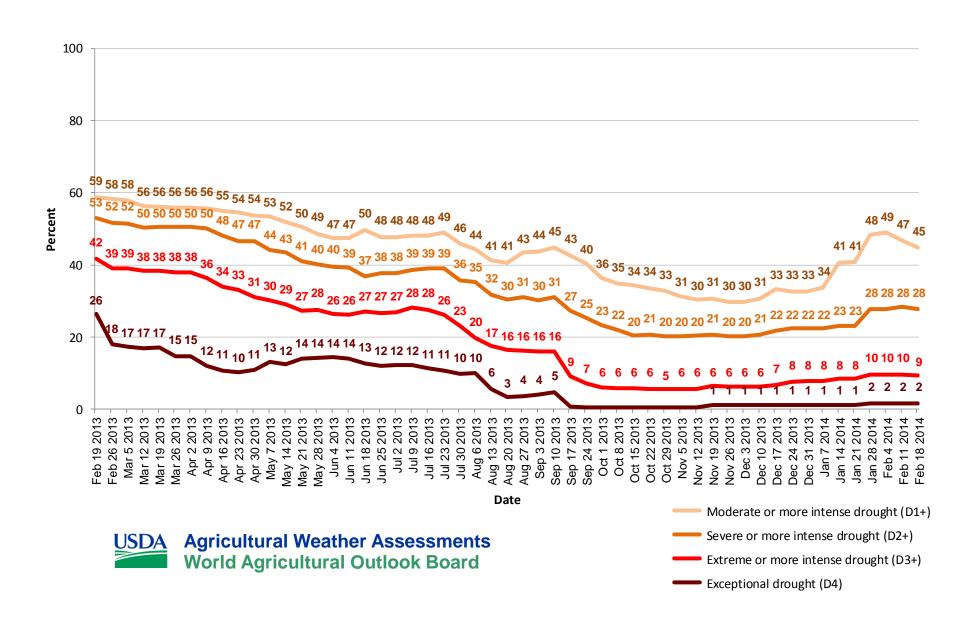
information on the Drought Monitor can be found

at: http://droughtmonitor.unl.edu/.

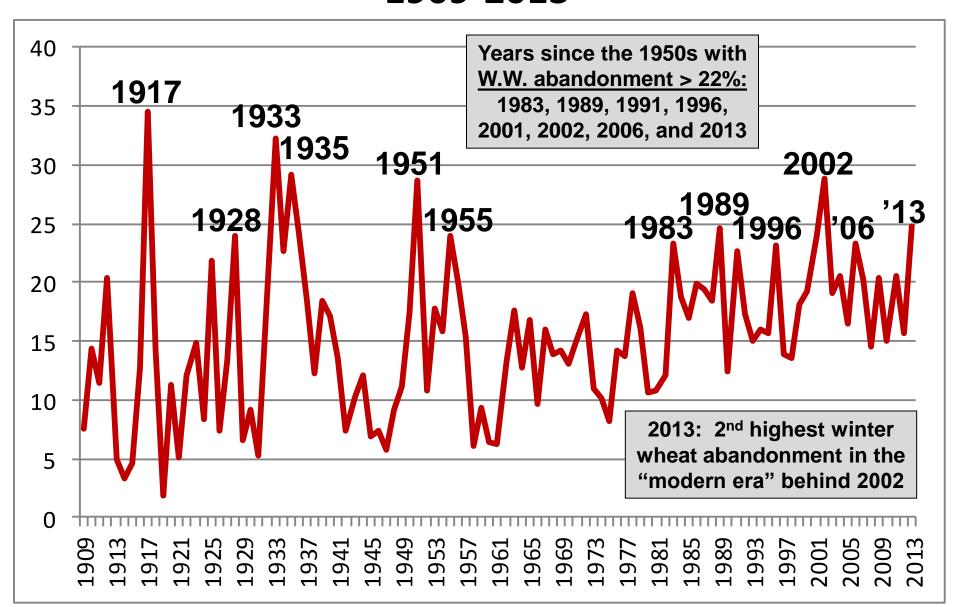




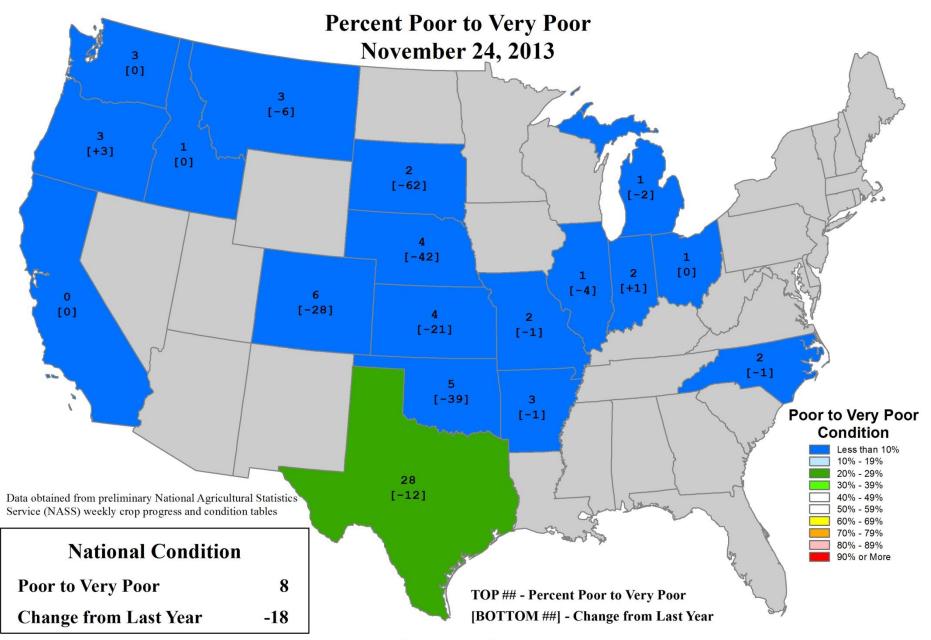
#### **United States Winter Wheat Areas Located in Drought**

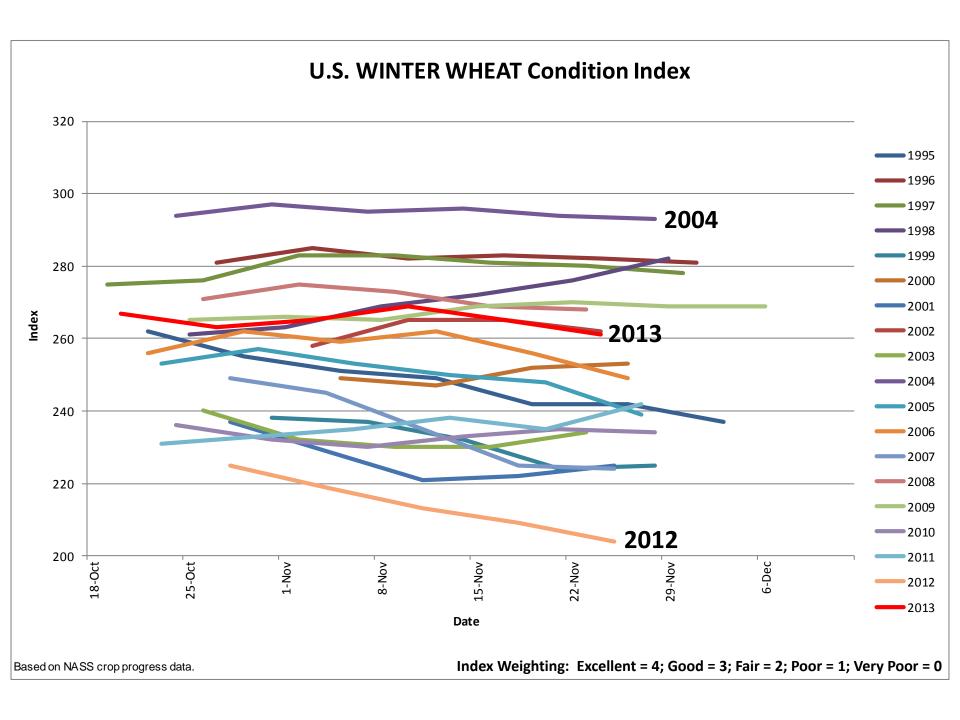


## Percent U.S. Winter Wheat Abandonment 1909-2013



#### **U.S. Winter Wheat Conditions**

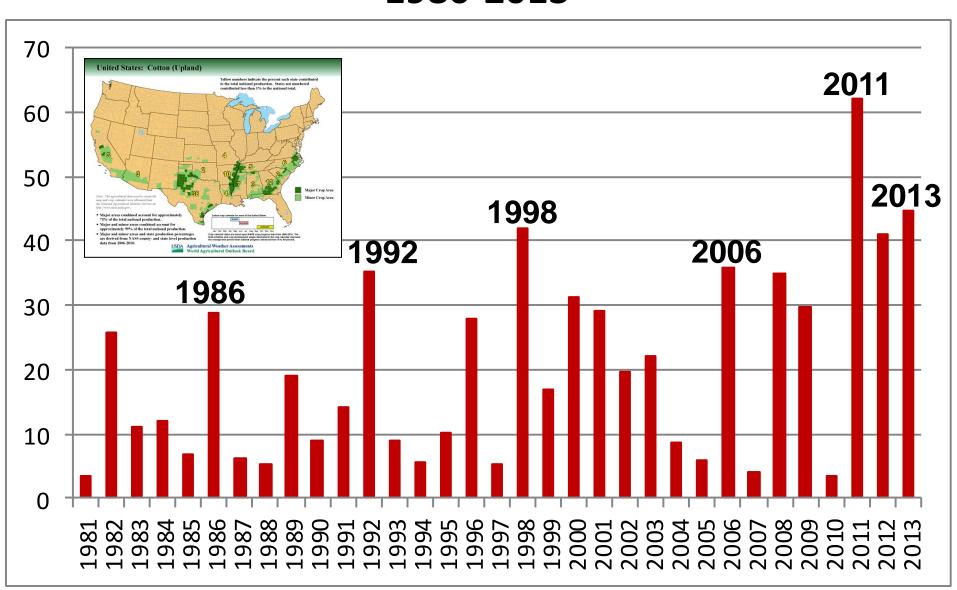




## Winter Wheat Conditions February 2, 2014

<u>State</u>	<u>VP</u>	<u>P</u>	<u>F</u>	<u>G</u>	<u>EX</u>
<b>Texas (2/2)</b>	14	<b>27</b>	40	17	2
Oklahoma	4	20	40	31	5
Kansas	3	17	45	33	2
Nebraska	3	15	36	40	6
S. Dakota	3	13	24	<b>53</b>	7
Montana	1	5	48	43	3
Illinois	1	3	40	53	3
Texas (2/16)	13	31	39	15	2

## Percent Texas Cotton Abandonment 1980-2013

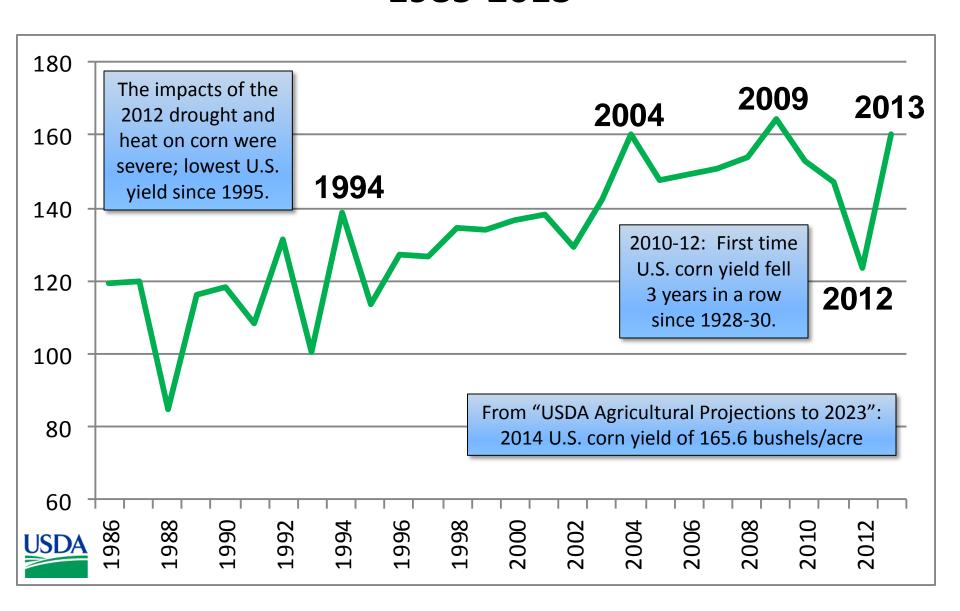


Source: USDA

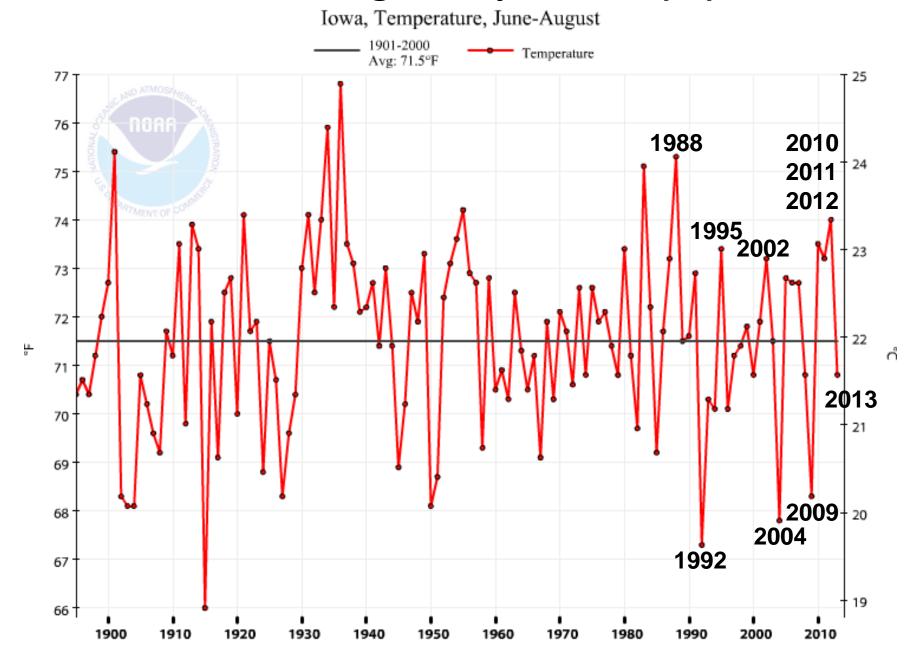
# Potential U.S. Trouble Spots, 2014 Growing Season

- California (third year of drought; depleted soil moisture; diminishing water supplies)
- Great Basin, Southwest (see California)
- Southern High Plains (fourth year of drought?; drought-damaged rangeland; subsoil moisture shortages)
- Corn Belt (lingering drought in Upper Midwest; wetness issues farther east?)
- Western Gulf Coast (trending dry)

## U.S. Corn Yield, Bushels Per Acre 1985-2013



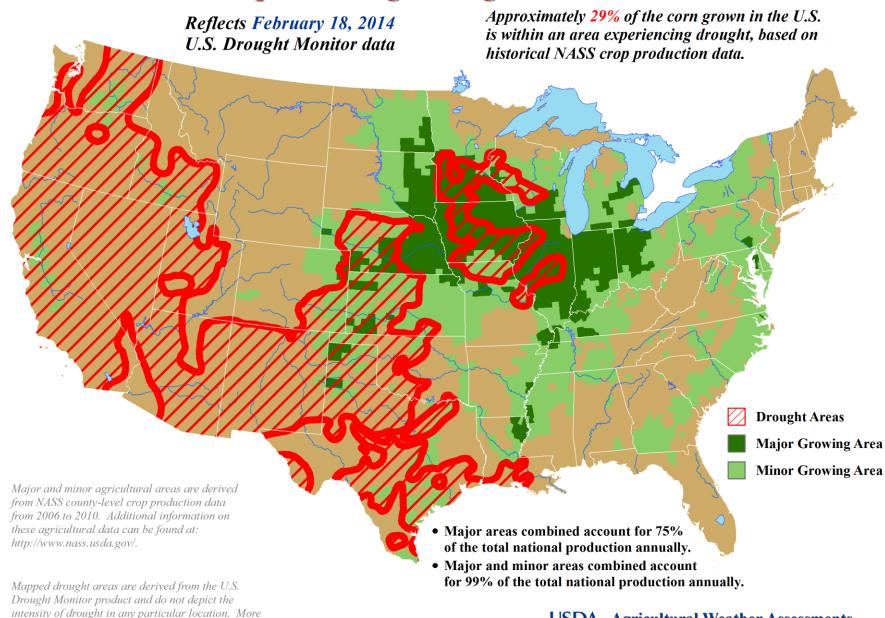
### Iowa, Summer Average Temperature (°F), 1895-2013



#### U.S. Corn Areas Experiencing Drought

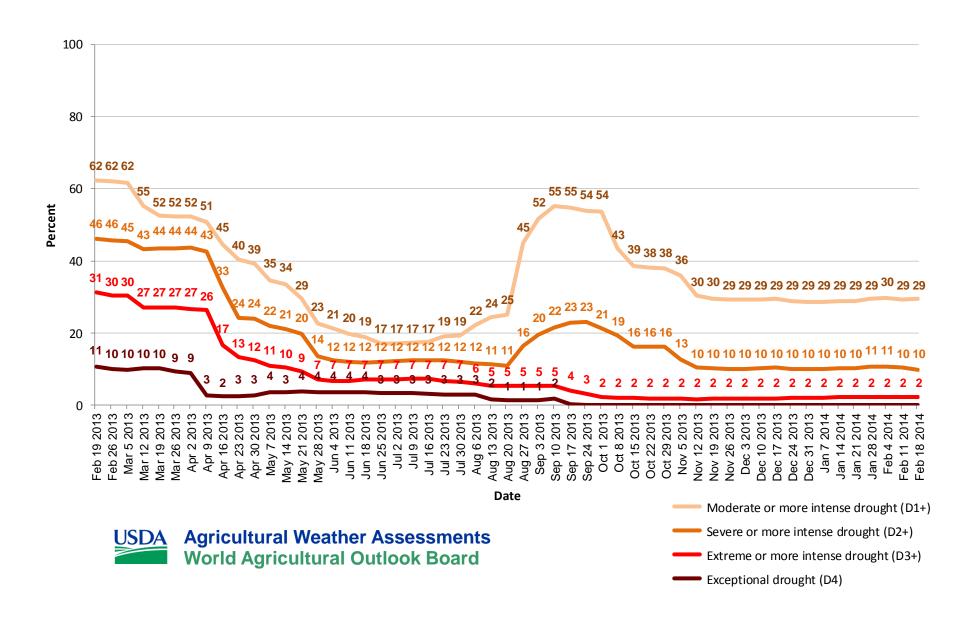
information on the Drought Monitor can be found

at: http://droughtmonitor.unl.edu/.



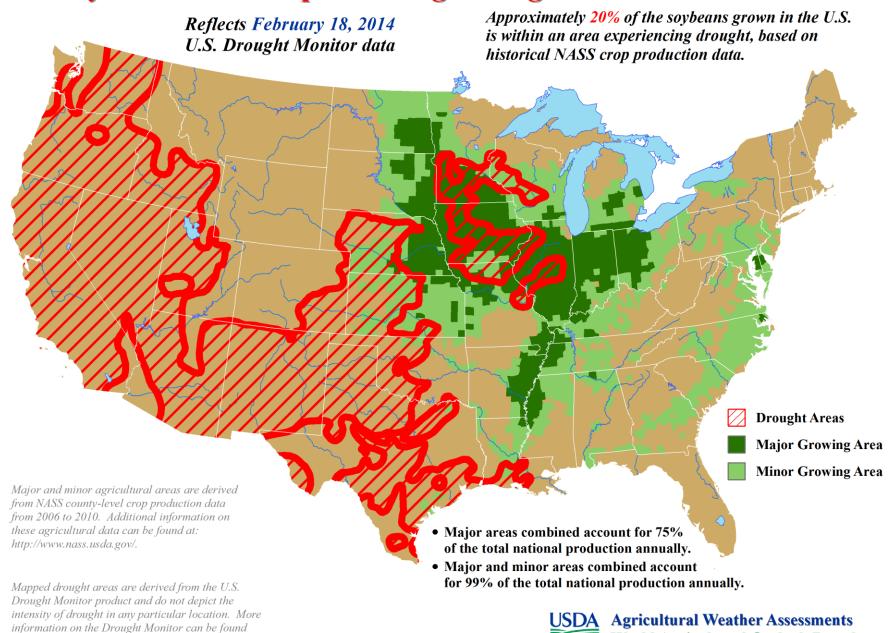


#### **United States Corn Areas Located in Drought**



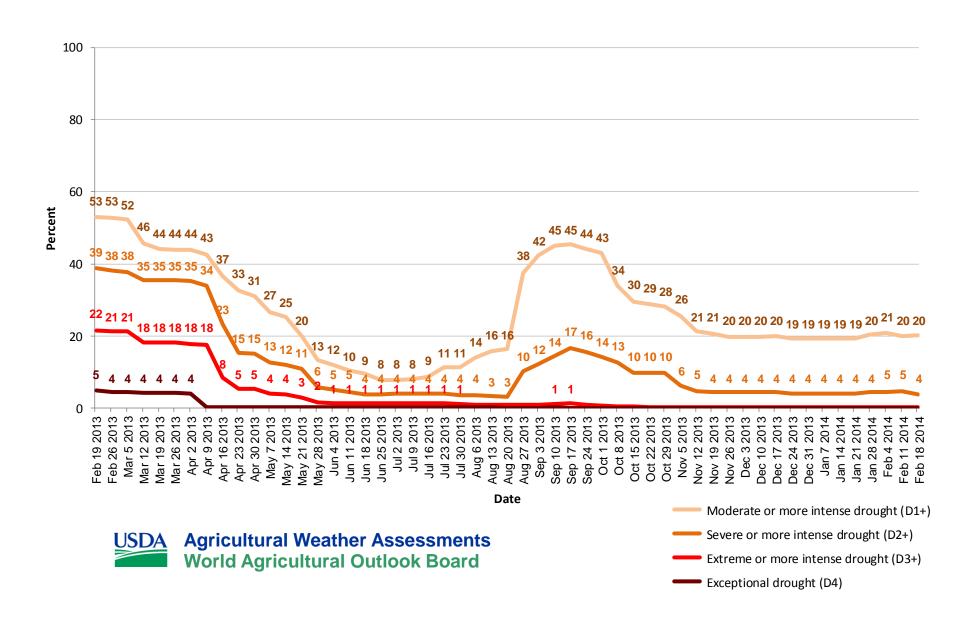
#### U.S. Soybean Areas Experiencing Drought

at: http://droughtmonitor.unl.edu/.



**World Agricultural Outlook Board** 

#### **United States Soybean Areas Located in Drought**



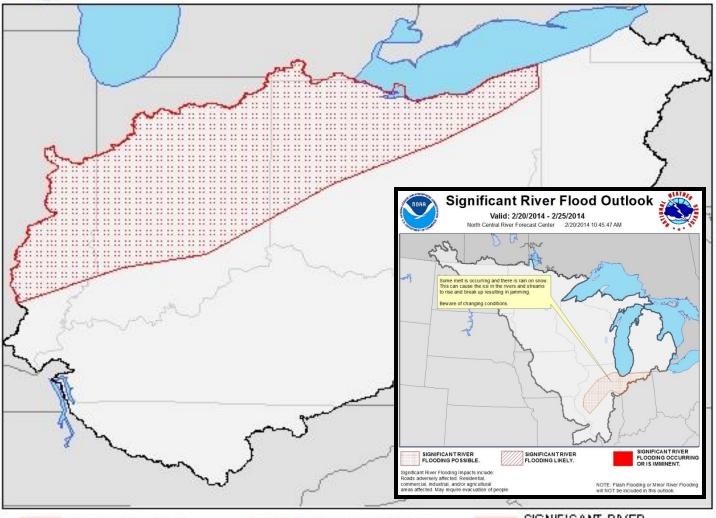


#### Significant River Flood Outlook

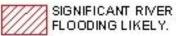
Valid: 2/20/2014 - 2/25/2014

Ohio River Forecast Center 2/20/2014 11:44:12 AM





SIGNIFICANT RIVER FLOODING POSSIBLE.



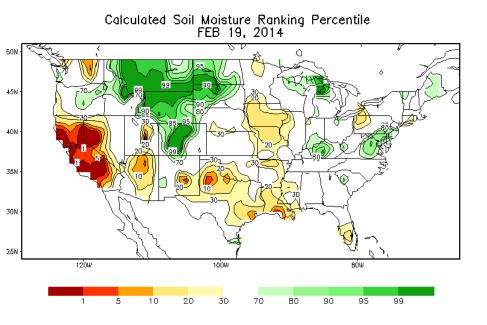


Significant River Flooding Impacts include: Roads adversely affected. Residential, commercial, industrial, and/or agricultural areas affected. May require evacuation of people.

NOTE: Flash Flooding or Minor River Flooding will NOT be included in this outlook.

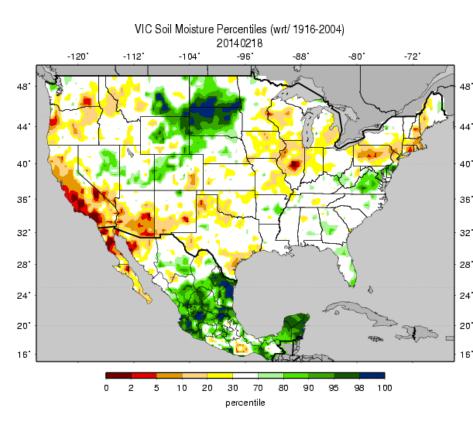
# Current Soil Moisture (Modeled)

#### **Climate Prediction Center**



Even though some flooding is occurring now in the Lower Midwest, soil moisture models point toward the northern Plains as the region to watch for potential spring flooding and planting delays.

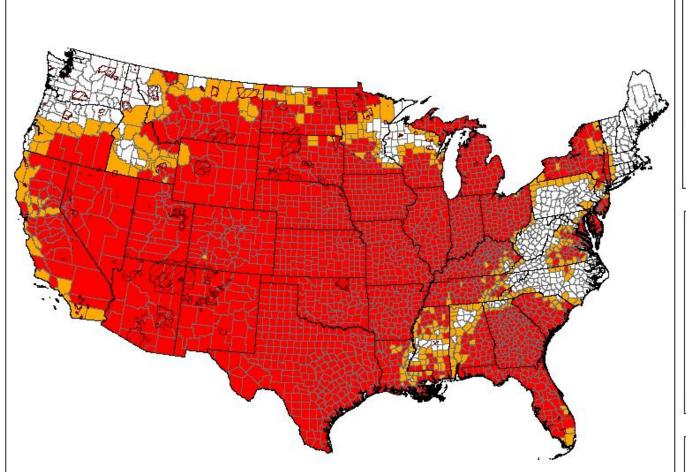
#### **University of Washington**

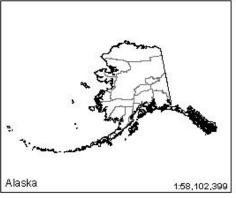


# "Fast Track" Secretarial Disaster Designation Process

- Streamlines the USDA Secretarial designation process by eliminating steps from the current process;
- A reduced interest rate for emergency loans that effectively lowers the current rate from 3.75 percent to 2.25 percent;
- Preserves the ability of a state governor or Indian Tribal Council to request a Secretarial Disaster Designation;
- Removes the requirement that a request for a disaster designation be initiated only by a state governor or Indian Tribal Council;
- Further streamlines the disaster designation process for severe drought occurrences by utilizing the U.S. Drought Monitor as a tool to automatically trigger disaster areas with no further documentation;
- Does not impose any new requirements on producers or the public.
- Led to drought disaster declarations in 2,254 counties in 39 states.

#### 2012 Secretarial Drought Designations - All Drought







# Puerto Rico 1:5,592,808

#### All Drought Disaster Incidents as of 2/13/2013

State Boundary

County Boundary

Tribal Lands

Primary Counties: 2,254

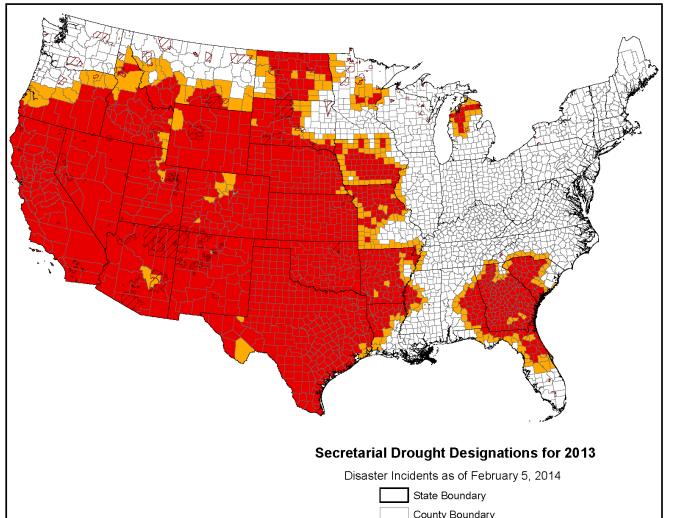
Contiguous Counties: 374

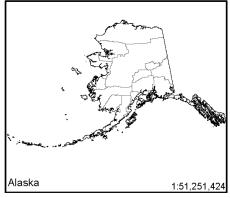
USDAFSA FARM STREET, AND ST

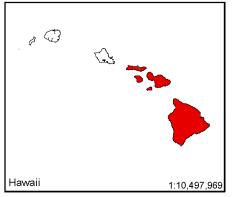
USDA Farm Service Agency Production, Emergencies and Compliance Division Washington, D.C. February 13, 2013

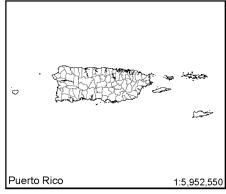
1:23,520,203

#### 2013 Secretarial Drought Designations - All Drought









County Boundary

Tribal Lands

February 5, 2014

Primary Counties: 1257

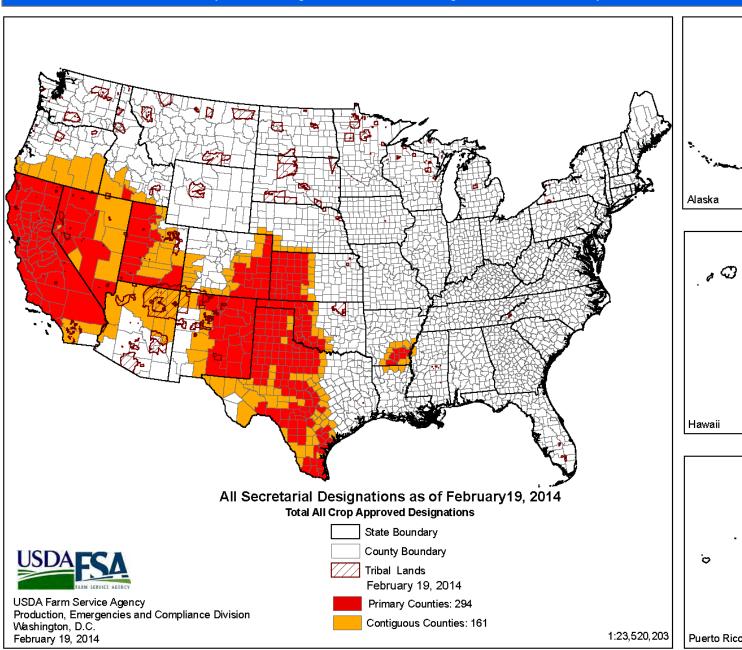
Contiguous Counties: 315

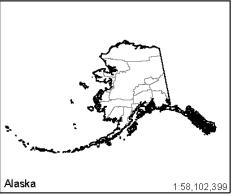
1:23,721,366

USDA Farm Service Agency Production, Emergencies and Compliance Division Washington, D.C. February 5, 2014

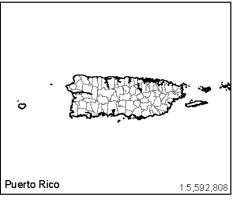
#### **Secretarial Disaster Designations - CY 2014**

Primary and Contiguous Counties Designated for 2014 Crop Disaster Losses









- U.S. Drought Monitor Usage by FSA
- Food, Conservation, and Energy Act of 2008 ("Farm Bill") authorizes the Livestock Forage Disaster Program (LFP)
  - Grazing loss because of drought on owned or leased grazing land or pastureland that is physically located in a county experiencing:
    - D2 intensity for at least 8 consecutive weeks during normal grazing period will be eligible to receive an amount equal to 1 monthly payment
    - D3 intensity during the normal grazing period will be eligible to receive an amount equal to 2 monthly payments
    - D3 intensity for at least 4 weeks or a D4 intensity any time during the grazing period will be eligible to receive an amount equal to 3 monthly payments



- U.S. Drought Monitor Usage by FSA
- Agricultural Act of 2014 ("Farm Bill") re-authorizes the Livestock Forage Disaster Program (LFP)
  - Grazing loss because of drought on owned or leased grazing land or pastureland that is physically located in a county experiencing:
    - D2 intensity for at least 8 consecutive weeks during normal grazing period will be eligible to receive an amount equal to 1 monthly payment
    - D3 intensity during the normal grazing period will be eligible to receive an amount equal to 3 monthly payments
    - D3 intensity for at least 4 weeks or a D4 intensity any time during the grazing period will be eligible to receive an amount equal to 4 monthly payments
    - D4 intensity for at least 4 weeks during the normal grazing period will be eligible to receive an amount equal to 5 monthly payments



 2008 "Farm Bill" Livestock Forage Disaster Program (LFP) Payouts (financial assistance to producers who suffered grazing losses due to drought or fire on or after January 1, 2008, and before October 1, 2011, during the calendar year in which the loss occurs):

2008 calendar year: \$165,540,837

2009 calendar year: \$ 98,739,950

2010 calendar year: \$ 33,334,458

2011 calendar year: \$180,950,088

2012 calendar year: \$ 0

– LFP total, 2008-11: \$478,565,333



## Retroactive LFP Payouts

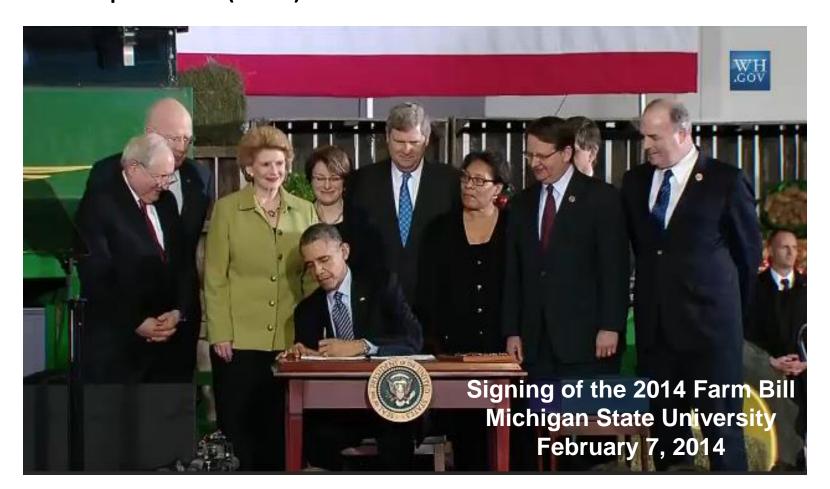
The 2014 Farm Bill contains permanent livestock disaster programs including the Livestock Forage Disaster Program, which will help producers in California and other areas recover from the drought. At President Obama's direction, USDA is making implementation of the disaster programs a top priority and plans to have the programs available for sign up in 60 days. Producers will be able to sign up for the livestock disaster programs for losses not only for 2014 but for losses they experienced in 2012 and 2013. While these livestock programs took over a year to get assistance out the door under the last Farm Bill, USDA has committed to cut that time by more than 80 percent and begin sign-up in April. California alone could potentially receive up to \$100 million for 2014 losses and up to \$50 million for previous years.

# Thank you!

Contact info

- e-mail: <a href="mailto:brippey@oce.usda.gov">brippey@oce.usda.gov</a>

- phone: (202) 720-2397



### U.S. Billion-Dollar Disasters, 1980-2013

1.	<b>Hurricane Katrina</b>	2005	\$148.8
2.	Drought	1988	\$ 78.8
3.	Superstorm Sandy	2012	\$ 65.7
4.	Drought	1980	\$ 56.4
<b>5.</b>	<b>Hurricane Andrew</b>	1992	\$ 44.8
6.	Flooding	1993	\$ 33.8
<b>7.</b>	Drought	2012	\$ 30.3
8.	Hurricane Ike	2008	\$ 29.2
9.	<b>Hurricane Wilma</b>	2005	\$ 19.0
10.	Hurricane Rita	2005	\$ 19.0

**Source:** National Climatic Data Center (http://www.ncdc.noaa.gov/billions/)