American AgCredit by the numbers

$9.99 BILLION
...in assets as of June 30, 2018

6th
...largest Farm Credit Association in the country

36
...offices in a lending territory within California, Colorado, Kansas, New Mexico, Nevada, and Oklahoma

19
member board

Cooperatively owned by more than...

9,000
...member-borrowers as of June 30, 2018

Member of the Farm Credit System, a government-sponsored enterprise with more than...

$292 billion
...in assets as of March 31, 2018
American AgCredit is focused on the future

Ever since the development of the human-powered push plow, farmers have been capitalizing on new technologies to ease their workload and become more efficient. Adding wheels, then later horses and oxen, the plow continued to evolve to become ever more effective. With the introduction of mechanized tractors, production exploded. Of course, technological development didn’t end there. Tractors have grown bigger, stronger, more specialized, and with the technological revolution, much, much smarter.

Many of American AgCredit’s customers have invested in the current generation of GPS guided autosteer tractors, reducing their input costs and increasing efficiency and production. Technology, though, has developed far beyond the tractor. In this issue of the Harvest newsletter, you’ll read about some of these advancements, including some employed by American AgCredit customers like mechanical strawberry harvest aids used by Mike Miller, grape harvesters employed by Kevin Barr, and embryo transfer bio-technology and remote-operated irrigation making Brad Fassett’s diversified operation possible.

American AgCredit, too, is focusing on identifying and employing technologies to enhance our business operations, becoming more efficient and even better able to deliver exceptional products and services to our customers in a rapidly changing marketplace. We have committed our 2018 Business Focus to Continuous Improvement, a top priority in order to significantly advance our digital capabilities and maintain marketplace relevancy. We remain dedicated to improving continually and embracing change in order to meet the needs of our customers today and in the future, and to position us for another successful century.

As a cooperative, our focus is always on supporting our customers, who are also our owners and our neighbors. Last year, we were faced with devastating fires that ripped through much of the wine country in our territory. They were the most destructive in California history, and they put our Business Continuity Plan to the test as our headquarters and three area offices had to close for nine days. Yet through it all, our dedicated team continued to provide consistent service to all of our customers. Inside these pages, you can read more about our efforts to support our employees and customers both during and after the crisis, and how we responded—with support from our Farm Credit family—to the greater community recovery effort.

As a responsible partner, American AgCredit also looks beyond the borders of our territory and works to influence state and national policies that impact our customers. We strive to be a strong supportive voice for agriculture. Currently, we’re watching the 2018 Farm Bill process very carefully, and have communicated our support for the passage of this legislation that is so critical to all of agriculture.

With American AgCredit’s focus on the future – of technology, of policy, of responsiveness to our customers’ needs – you can be certain that we will strive to continue to deliver the best possible services, solutions and support to our valued customers both today and for tomorrow.
Technology transforming agriculture

Technology is advancing more and more quickly and impacting every aspect of our lives, from turning our ovens on from the car and having a robot vacuum our homes while we’re away to enabling us to order products without moving from our sofas. Advanced technology is being employed on America’s farms and ranches as well, as more and more producers reap the benefits of reduced labor and input costs as well as increased efficiencies and even higher production. Here’s a look at some of the ways U.S. agriculture is joining the technological revolution.

Drones

One of the hottest technologies is the drone, an unmanned aerial vehicle initially used by the military that now has application on farms and ranches. Equipped with a camera relaying live-feed to a farmer’s desktop, laptop or handheld device, drones can help identify crop disease and locate herds much more quickly than a farmer traversing his or her acreage. The drone can find downed fences, and be used to herd a wayward cow back home.

In recent years, drones have found another use: replacing bees in the pollination process. Bees play an essential role in pollinating up to one-third of U.S. crops. Over the past 10 years, Colony Collapse Disorder, which as its name implies devastates bee colonies, has dramatically reduced the honey bee population: according to the USDA, honey bee colonies lost with Colony Collapse Disorder symptoms on operations with five or more colonies was 84.4 thousand colonies from January through March 2017. Drones are now being used to spread pollen over the tree canopy, successfully fertilizing crops from almonds to apples.

Automated tractors

Capitalizing on GPS and high-speed communications, the autosteer tractor can plant, treat and harvest a field with no hands on the wheel: the farmer sets the coordinates, and the tractor does the rest. While autosteer has been around for well over a decade, the technology continues to evolve. At least one manufacturer is now able to retrofit older tractors with the new technology, reducing the investment level.

Precision agriculture relies on other technology advancements. Variable rate planting systems control the planter’s speed so that more seed is planted in what has been determined to be good soil, and less seed in areas that can’t support it; variable depth planting puts the seed at the optimal depth based on soil and water conditions; and variable rate fertilizer application supports the optimal levels of fertilizer based on micro-soil testing or the results of the previous year’s harvest monitoring. This is helping farmers reduce input costs and increase yields.
As farmers and ranchers continually adopt new technology to improve their operations, American AgCredit also explores ways to improve how we use technology to best serve our customers. We are working hard to significantly advance our digital capabilities to maintain our relevance in a rapidly changing marketplace and to meet the changing needs of our customers. We also acknowledge our immense responsibility to continually improve and to embrace change in order to set American AgCredit on course for another successful century.

Remote irrigation operations
Recent droughts make water management even more important. Sensors on center pivot irrigation systems are helping in the effort, connecting farmers with their fields so they can ensure that irrigation runs as scheduled. When there’s a problem – whether a pivot not turning on, turning on when it shouldn’t or running too long – an alarm sounds on the farmer’s device so they can fix the problem. Remotely monitoring irrigation means less wasted time and fuel spent driving around, and less water wasted as problems are identified quickly.

Investing in technology
While the benefits of implementing technology on the farm can be significant, they of course come at a price. Each producer considering an investment in new technology needs to carefully analyze the expected cost benefits against their current financial situation and ensure that their working capital level will remain healthy. As with all our customers, American AgCredit is here to explore loan options to support producers who decide to enhance their operation with an investment in technology.

Computer controlled livestock barns and greenhouses
Temperatures outside have a big impact on temperatures inside livestock barns and greenhouses. Too hot or too cold and animal and plant health can be impacted. Computer monitoring combined with mechanical controls help maintain optimal conditions: when the inside temperature or other environmental condition reaches a parameter set by the farmer, windows automatically open or close, fans turn on or off, and watering can be controlled.

Mechanical harvesters
Depending on the crop, produce harvest can be an extremely demanding, manual process, but mechanical harvesters are making it a bit easier. For nuts, citrus and table grapes, mechanical shakers drop ripe fruit into catchers, harvesting in short seconds what would otherwise take long minutes.

For more delicate fruit, the focus is on combining human and mechanical technology, with laborers selecting ripe fruit and a form of conveyor or tube whisking each piece to be crated – reducing the bruising that happens when fruit is piled in a bucket and then dumped into a bin.

Strawberries are also benefiting from the application of technology combined with human labor. In the traditional, manual approach, laborers would walk miles a day, picking fruit into baskets they carried with them; now, with mechanical harvester support, machines roll along the rows and carry the picked berries along with water and other supplies. While the increased efficiency may not be as great as that delivered by a tree shaker, farmers like American AgCredit customer Mike Miller (see related article on page 11) say that having the mechanical support makes his operation more attractive to the labor pool.

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The most destructive wildfire in California history threatened Association headquarters.

Crisis Management Team and Business Continuity Plan put to test.
October is high fire season in California but no one expected the firestorm that would roar through Sonoma and Napa Counties on October 8, 2017.

During that fateful night, unpredicted and dreaded Diablo winds blasted the dry area at up to 80 miles an hour, sparking the Tubbs Fire. It grew at a shocking pace. The fire would roar through the rolling forests of Napa and Sonoma counties’ renowned Wine Country and into Santa Rosa, the biggest city in the region and home to our Association’s headquarters. Within a few hours, this firestorm would be just one of several blazes burning. The Atlas Peak Fire in Napa County and four others ignited in the central wine region, and another scorched Mendocino County just up the coast.

The fires hit with a combined ferocity rarely, if ever, seen in California, and the Tubbs Fire would prove the most lethal and destructive. By that first morning, it had destroyed approximately 3,000 homes and took the lives of 20 people in and around Santa Rosa.

Something was eerily different about that night, Business Continuity Manager Heidi Albers recalls. Around 10 p.m., she helped a neighbor in Santa Rosa put out a grass fire that was sparked by a downed power line, and it had taken the fire department more than 20 minutes to arrive; they were busy putting out many other small fires around town. By 3 a.m., she had received an alarming number of Nixle (emergency notification) alerts, and she knew the fire was near the Association’s main administration building. She called Holly Scherette in Facilities to assess conditions. Both she and Holly were in the process of evacuating their mothers from endangered neighborhoods, but Holly eventually made
There was no negative financial impact to the Association thanks to a solid plan and efficient execution in crisis. Business continuity planning can seem tedious in untroubled times but the Association benefitted immensely by its solid preparation when it mattered most.

The Tubbs, Nuns and Atlas fires that raged throughout Sonoma and Napa counties in October 2017 (overlayed on map above) are the most destructive in California history. Association headquarters narrowly escaped the flames.
American AgCredit is directed and controlled by a 19-member Board of Directors—16 directors are stockholders elected by their peers, and three independent directors are appointed by the board. At the August Board Meeting, George Fontes was elected the Association’s new Board Chair while Gary Harshberger was named the new Vice Chair.

George Fontes is a fourth-generation farmer in the Salinas Valley; his family operation has included beef cattle, grain hay production and vegetable farming. Currently, he owns and operates Fontes Farms LLC providing farm management services, equipment rental and repair services. He was President and co-owner of Comgro Incorporated, growing lettuce, broccoli, mix lettuce, and spinach. Mr. Fontes also serves on the board of Farm Credit Foundations headquartered in St. Paul, Minnesota.

Gary Harshberger is a farmer with an operation consisting of dryland and irrigated wheat, corn, milo and soybeans with a summer grass stocker program. Gary is currently Chairman of the Kansas Water Authority. In addition, he operates Harshberger Enterprises and Harshberger Seeds, is President of Double H Farms, Inc., and a member of Harshberger Land, LLC, and Hatcher Holdings, LLC, which are all involved in farm commodity production. He is also involved in the ethanol industry as a director of Conestoga Energy. Gary has a Bachelor of Science in Electrical Engineering from Kansas State University.

Additionally, Teresa Reimer of Cimarron, KS, was newly elected to the Board (Great Plains Region Position 1), and 22 stockholders were elected to the Nominating Committee during Spring elections. Ms. Reimer resides on a ranch near Kalvesta, KS, and is a fifth-generation farmer and rancher. Her cattle operation consists of cow/calf, backgrounding, and finishing that is complemented by a dry-land farm producing wheat, sorghum and forages. Teresa holds a bachelor’s degree from Fort Hays State University.

The Board represents the interests of our stockholders and meets regularly to perform the following functions, among others:

- Select, evaluate, and compensate the Chief Executive Officer;
- Establish the strategic plan and approve the annual operating plan and budget;
- Oversee the lending operations;
- Advise and counsel management on significant issues; and
- Oversee the financial reporting process, communications with stockholders, and legal and regulatory compliance.

The independent Nominating Committee is comprised of voting stockholders who are responsible for evaluating and nominating qualified individuals to serve on the Board of Directors and on the Nominating Committee. Elected committee members follow.

- Western — Intermountain Region: Lani Estill, Mike Olson
- Western — Central California Region: Jack McCarthy, John Ferreira
- Western — Salinas Region: Tom Bengard
- Western — Southern California Region: Edward Embly
- Mountain Plains Region: Andrea Kinnison, Amanda Nicolas, Harry Jackson, Robert Wagner, Gerald Graybill, Burton Kross
- Heartland Region: Carolyn Dunn, Greg Brennemand, Galen Swenson, Craig Poore
- Great Plains Region: Gary Gillespi, Robert Temple, James Cotlinger, Randy Hayzlett

Technology generating savings and profits

CUSTOMER STORY:
Brad Fassett
Mountain Plains Region

With more than 1,000 acres spread sometimes 15 miles apart in Southwestern Colorado, along with a herd of cattle, Brad Fassett relies heavily on technology to manage his diversified operation. In fact, he says, “We couldn’t do what we do without it.”

Brad is a fifth generation Colorado farmer: his great-great-grandfather started farming around Denver in the 19th century, and Brad and his wife, Kali, continue to farm where his great-grandfather homesteaded southwest of Durango.

Fassett Hay and Cattle’s 1,050 acres of primarily alfalfa and hay is small-baled for horses and sold to retail stores in Texas and New Mexico, with 60,000 bales produced last year. Obtaining that yield is, in part, a result of soil testing and precision input application made possible through GPS and autosteer technology. Brad typically samples on a 40-acre level, and then calculates his fertilizer needs.

“With the precision application process, I’m able to order exactly what I need, as close as within 20 pounds on an 80-acre field,” he says. “This means I’m not tying up my money in a fertilizer I don’t need.”

Brad also uses the autosteer/GPS technology to apply insecticide and herbicide, saving further on fuel as the tractor is guided to ensure no area is covered twice. Plus, he says, he’s less fatigued after working in the field and so has more energy for other tasks.

Something else helping him not get fatigued out in the field is the center pivot irrigation technology that enables him to control and monitor the sprinklers from his phone or home computer. “I can change speeds, direction and rate of water application without having to drive to each pivot,” Brad says. “The time saving is immense – it used to cost me two hours a day to check the sprinklers just once; now I can check them as often as I want while I’m sitting in the tractor.” An added comfort is knowing that the system will alert him on his phone if there’s an issue with a sprinkler, such as low-pressure or turning off unexpectedly.

Technology of a different sort supports Brad’s 160-head cattle herd, which is primarily focused on producing show steers, sold last year to 4H and FFA students across 11 states. Brad uses genetic testing to identify potential negative traits, and then artificial insemination (AI) to generate multiple embryos that are then implanted in other cows, or frozen indefinitely for future use. Brad currently has one cow that produced 25 good embryos earlier this year, when the national average through embryo transfer (ET) is six; one year, he sold seven steer calves from one cow averaging $8,000.

The money generated is significant: referencing another significant sale, Brad says, “We can get a couple of lifetimes’ worth of calves from a cow in a single year. Without the ET technology, she may never have ovulated the egg that sold for $20,000.”

For Brad and Kali, the investment in technology, which has been supported by financing from American AgCredit, may have been steep but it’s paying off. “There’s no doubt about it that it’s been worth it for us,” he says. “We’re doing all this with just the two of us, my dad part time, and one employee. There wouldn’t be enough hours in the day without the technology.”

Brad Fassett is a fifth generation Colorado farmer. He is pictured here with his wife Kali and their three children.
Improving operations with mechanical harvesters

CUSTOMER STORY:
Mike Miller
Central CA Region

Technology has had a big impact for Mike and Cathy Miller’s Del Llano Farms, both in terms of efficiency and costs, and in improving conditions in the field.

Third generation strawberry grower Mike harvests 140 acres of berries in Monterey and Santa Cruz counties in California, selling his crop under contract to industry mega-player Driscoll Strawberry Associates.

“I’ve had my own operation since 1994, and it’s still fun most of the time,” he says. “The best part of the day is getting out into the fields early in the morning. It energizes me so I can deal with the challenges every day brings.”

One of those challenges has been finding labor for the difficult physical harvesting process, which involves miles of walking, bending and carrying heavy loads of fruit throughout the seven-month harvest period. The solution was investing in the Mercado mechanical harvest aid, which while it doesn’t actually pick the berries, it does carry them and other supplies up and down the rows. Mike estimates that the equipment has increased productivity by 20 to 30 percent.

“It depends on the price of strawberries, of course, but for the most part we’ve realized enough savings to have paid for each harvester within a year and a half,” he says. “After that, every time we save money, we get to keep it, so it’s been well worth the investment.”

With the help of American AgCredit, Mike has accumulated a fleet of 20 harvest aids, purchased over time and ranging in price from $12,000 to $30,000 for a newer model.

The benefits of using the harvest aid goes beyond reduced costs and increased margins. “Our workers are happier and we have lower workers compensation claims,” Mike says. “We don’t need as many staff and for the right people this is an attraction, so we’re fully staffed with excellent workers.”

Mike has been watching the technology for years, as different harvesters were developed and tested. Once the technology reached the maturity level he was comfortable with, and with the right employees on hand, he started purchasing the harvest aids. Looking forward, he anticipates that the next technology jump will likely be robotic pickers, reducing the need for laborers even further.

“I’ve watched the strawberry industry grow over my lifetime, and with its high margins it’s created a lot of wealth,” he says. “But the challenge has always been getting enough people in to harvest, so anything that reduces that demand is a good thing in the long run.”
Kevin Barr founded Redwood Empire Vineyard Management 35 years ago in Healdsburg, California with a little seed money, a dream and a partnership with American AgCredit. Just a few years after graduating from UC Davis with a degree in Agricultural Science and Management with an emphasis in Viticulture, and with training under some of the most respected vineyard managers in the area, Kevin was eager to start out on his own. He contacted his (then) loan officer at American AgCredit, Terry Lindley.

“Terry gave me a loan but he made me put my dad on as my guarantor,” Kevin remembers. “I didn’t like that at all, and I worked hard to get the loan solely in my name within one year.” He certainly proved himself. With his well-known work ethic—he still clocks 15-hour days, six days a week—Kevin quickly built his business to include 20 clients and 30 full time employees in its first five years. Today, Redwood Empire Vineyard Management (REVM) sports a vast fleet of trucks and heavy equipment—in REVM’s trademark green—and develops and manages vineyards from five acres to more than 100 acres throughout the region. Kevin manages REVM with his two partners—his wife Linda Barr and Tyler Klick. REVM employs and manages several hundred employees.

Technology and leasing help generate profit while saving labor

An important aspect of the work is keeping the large fleet of trucks and heavy equipment in good working condition. Kevin manages that with a shop manned by skilled mechanics, and he keeps a constant pulse on new technologies to best serve REVM’s clients’ needs. With a Farm Credit lease, Kevin recently invested in a Pellenc 8590 Grape Harvester. The harvester is equipped with state-of-the-art ground tracking paddle sensors that allow it to self-level which, in turn, makes it possible to pick terraced vineyards. It is also equipped with a selective sorting system, another innovative feature, that can de-stem entire bunches of grapes. Berries are removed from the rachis on a sorting table, an intricate system of rollers that removes leaves, stems, petioles, rachis, green berries, and any other matter other than grapes. Only ripe, clean berries end up in the hopper. It has proven to be a smart investment for REVM. “Given the current state of labor shortages, the harvester helps us to operate more efficiently,” says Kevin. “And it helps us save labor costs. It allows us to survive.”

Kevin also manages 300 acres of his own vineyards, runs a cattle operation in the nearby Sonoma, Mendocino, and Siskiyou Counties, and he owns an alfalfa hay operation further north in Macdoel, California. He’s come a long way from his start with, as he says, “a diploma, a dream and a beat up 1961 Chevy.” REVM has grown with support of the Association utilizing multiple product lines including loans, leasing and crop insurance. We’ve been proud to be here for him from the beginning, and we look forward to many more years of partnership together.

Kevin can often be seen sporting a green American AgCredit vest. And by the way, he still has the ’61 Chevy.
The Culbertson family is intentional about planning for the future of their family-owned business. (L-R: Ewell, Lauren, Rosa, Amos)

Keeping the farm in the family

The importance of family succession planning

Though you don’t get to choose your parents, there may be a time when you can choose whether or not to go into business with them. And that’s an important issue that affects many farm families. The U.S. Small Business Administration reported recently that a mere 30 percent of family-owned businesses (including farming operations) are passed on to a second generation, and only 16 percent of them make it to the third. For farms to stay in the family, families need to plan ahead.

Consider that farming is a people business and when you deal only in production, the foundations of an operation can crack. Succession planning isn’t easy, though. Issues including birthright, entitlement, lack of impartial matters as well as failing to use praise or common courtesy are typical challenges. But if you haven’t had the opportunity to talk to your family about the future of your operations, you are not alone. A recent topical survey performed by AgWeb found that although 80 percent of the 1,000 producers interviewed said they had succession issues, less than half of them had a transition plan in place. Also, a separate study by Iowa State University discovered that 47 percent of producers surveyed had not discussed succession with anyone, and only 27 percent had identified someone to take over the operation.

Where to start

A good starting place is to focus first on the business and the future of the farm or ranch. It is also important to enlist help with succession planning—doing so can increase the likelihood of success. Many professionals can assist with the process, including CPA’s, attorneys or even a family business consultant.

We are committed to helping, too. One way we do that is to invite customers to a conference we hold to equip them with the tools and strategies they need to be successful. Our 25th Young Farmer Rancher Institute was held in February in Del Mar, California. It is the longest continuous program in the Farm Credit System. Attendees learned about a variety of topics such as budgeting, global markets, management and conflict resolution. Our featured speakers were nationally-respected agricultural experts—Dr. David Kohl, Dr. Don Jonovic, and Jolene Brown.

Here are some quick tips from the event:

- Remember a conversation is not a contract
- Make the business better before getting bigger
- Start with regular family business meetings and have an agenda
- Set goals in writing — individual, family, short- and long-term goals
- Review your business structure and your corporate documents
- Hire a consulting team
- Make an intentional choice to be a business-first family, instead of a family-first business

Ultimately, successful farm succession is rooted in communication and trust. Many farm families have transitioned their family-owned operations to the next generation, and you can too.
For Devonna Smith, CFO at Chappellet Vineyard in St. Helena, California, the key to remaining successful is to stay focused on long-term goals. “Tax reform laws should not be a driving force behind making changes to the long-term financial plan of the company,” she said. “But obviously the tax rate reduction to 21% will have a positive impact on our cash flow. This has allowed us to move forward with capital projects we had postponed due to cash flow considerations.” Chappellet’s ability to expense what was formally considered capital expenditures has allowed the winery to reevaluate their timing. “With the new cap on tax deductibility of interest expense, it makes leasing versus borrowing even more appealing.” American AgCredit and Chappellet have enjoyed a long-term business relationship which has recently expanded to include the leasing of barrels and new solar panels to power their operations.

Leasing can help farmers manage new tax laws

While every agricultural operation depends on reliable equipment, the real value of equipment comes from operation – not ownership. Many producers choose leasing as a financing option to help improve efficiency, increase cash flow and lower tax liabilities. Additionally, leasing is a great opportunity to help farmers and agribusinesses manage substantial new changes to the tax law.

Leasing provides an alternative to the cost of purchasing.

- Leverage 100% bonus depreciation and increased Section 179 deductions using conditional sale leases to take advantage of deductions as tax owner while preserving your working capital;
- Enhance planning with steady, annual write-offs of lease payments with true tax leases rather than 100% expense in the first year only;
- Maximize the value of depreciation of an asset and lock in long-term fixed rates via lower lease rates on true tax leases;
- Preserve cash, working capital and other credit lines; and,
- Mitigate net operating losses, which now have various limitations on carry-forwards and carry-backs, by shifting depreciation deductions to the lessor on true taxes leases.

Leasing provides additional advantages including helping farmers and agribusinesses to save money on equipment with special pricing, to pay only for the value of the equipment used, to help win the battle of inflation with fixed rates and no down payments, and to free up capital for income-earning investments.

To learn more about leasing with American AgCredit, contact your lender or call us at 800-800-4865.
American AgCredit looks beyond the borders of our territory and works to influence state and national policies that impact you, our customer owners. We support the passage of a strong Farm Bill, which includes a robust crop insurance program, expanded Farm Service Agency loan programs and increased investment in rural infrastructure.

Farm Bill
The fate of the farm bill this year may hinge on whether House and Senate negotiators can find a compromise on tightening work requirements for food stamp recipients in ways that are acceptable by both houses of Congress and that President Trump will sign. Another difference between the House and Senate bills is the Conservation Reserve Program. The House bill would increase the acreage cap from 24 million acres to 29 million. The Senate bill would raise it to 25 million. Conferees will have to sort out the differences. However, those discussions won’t take place until September as the House members are out for summer recess and the Senate has yet to name its farm bill conferees.

Finishing a farm bill before the current measure expires on September 30—or at least be extended before the end of the year—could provide some much-needed certainty during a tumultuous time when commodity prices are low as well as tariffs and trade wars are making growers and others increasingly nervous.

Additionally, Trump Administration officials have been communicating to farm groups that the trade disputes aren’t likely to be over anytime soon. Ultimately, there’s a long way to go before the farm bill can become law. American AgCredit, as a member of the Farm Credit System, remains committed to supporting a Farm Bill and getting it across the finish line, and we will be reaching out to our advocates for help as the process continues.

Crop Insurance
A viable federal crop insurance program also allows lenders to finance many agriculture producers, particularly young and beginning farmers, who typically have less collateral and equity. As Congress works on the Farm Bill, we continue to advocate for support of a strong crop insurance program to be included. We also advocate for crop insurance providing more coverage options for specialty and niche crops, while continuing to serve its traditional commodities constituency.
American AgCredit’s AgYouth Program is part of the Association’s commitment to young and beginning farmers. We offer interest-free funding to assist 4-H and FFA students in purchasing and caring for animal projects. Whether affording a young person from an urban area their first experience raising an animal, or reinforcing the love and respect of agriculture for a member of a longtime ag family, we are committed to the success of young people in agriculture across all communities we serve.
Great Plains: Greeley County 4-H and FFA members supported by American AgCredit.

Northern California: (Top-bottom) Madilyn Burke, Nico Bartolomei, and William Hambly show their animals alongside AAC lender Alex Klein and his wife at the Healdsburg Fair.

Heartland: Marlee Ballard of the Thomedora 4-H Club shows her reserve grand polled Hereford steer purchased by AAC.

Mountain Plains: (Above) Sydni Saunders, Heifer Wrangle Recipient, shows her award-winning animal. (Below) Selma Melchor shows her market lamb, purchased by AAC, at the Montrose County Fair.
Commitment to the Future of Ag

AG scholarship and sponsorship highlights

American AgCredit offers college scholarships to young people studying or planning careers in agriculture. Recipients have demonstrated their commitment to agriculture and make a difference in their communities. The scholarship program is an important component of our commitment to young and beginning farmers. Congratulations to all of our American AgCredit Scholarship recipients.

21st Annual American AgCredit Scholarship Golf Tournament

The American AgCredit Scholarship Golf Tournament held each Spring in our Central California Region supports eight students from local colleges to continue pursuing degrees in agricultural fields. The students were each awarded a $1,000 scholarship at the Golf Tournament’s banquet dinner. Scholarships are available for general agriculture studies such as veterinary care, animal husbandry, and watershed development, and for fields such as accounting, marketing or a business degree with a focus on agriculture or farming/ranching.

FFA Project Competition

For more than 20 years, American AgCredit has proudly sponsored the Sonoma Section (CA) FFA Project Competition, providing local high school students opportunity to gain recognition and scholarship. Big winners for 2018 included Dillon Dunkel of Healdsburg FFA, the overall winner in the junior division with his market steer and market hog projects. Ariel Scholten of Sebastopol FFA was named the overall winner in the senior division with her work experience, sheep, and fruit tree projects, and the American AgCredit scholarship went to Kelsey Martin of Petaluma FFA who will be attending UC Davis in the fall to pursue a career in veterinary research.

2018 Interns

Back (l-r): Dawn Melkikant (AAC Human Resources), Macey Dieckmann (Wichita), Cameron Harrell (Northern California), Nick Carter (Wichita), Joseph Vincent (Turlock), Trevor Tyree (Wichita)

Front (l-r): Thomas Ascough (Temecula), Danielle Jess (Stockton), Devyn Paulo (Santa Rosa), Byron Enix (CEO), Vilma Carabajal-Ontiveros (Greeley), Spencer Alamo (Salinas), Louie Damonte (Reno/Fallon), Katie Cureton (AAC Human Resources)
2017 Photo Contest winners

American AgCredit is pleased to share the winners of our 2017 Photo Contest! Thank you to all who took time to submit images.

Ruth Welter-Smith of Clearwater, KS, submitted this winning photo of cousins Edward Smith and Knox Davis. The boys had gone dove hunting with their dads and came back with a tire.

This image of a newly tagged calf being checked on by two-year-old Kevin Baer was submitted by his dad, James Baer of Hydesville, CA.

Left and below left: A lavender field being harvested and a rooster in a vineyard were winning images submitted by Marlene Smith of Sonoma County, California.