## **Pandemic Response and Safety Grant Program**

Round One: Eligible Industry Groups

## Small Business Size Standards by NAICS for Eligible Industries

The Pandemic Response and Safety (PRS) Grant Program provides grants to food processors, distributors, and producers that meet small business size standards and farmers markets.

In general, the Small Business Administration (SBA) size standards define whether a business entity is small and, thus, eligible for Government programs and preferences reserved for "small business" concerns. Size standards have been established for types of economic activity, or industry, generally under the North American Industry Classification System (NAICS). For the purpose of PRS, the small business size qualifications for the eligible industries with NAICS codes align with the SBA guidelines except for specialty crop producers, where SBA set the threshold for all agriculture producers, regardless of specific production segment, at \$1 million. USDA's analysis of operations producing specialty crops showed that the high value crops meant that a higher revenue level was needed to support a small full-time operation than agricultural producers in general. USDA therefore set the eligibility threshold for specialty crop small business producers at \$5 million. To see a list of agricultural products classified as specialty crops, please visit <a href="https://www.ams.usda.gov/services/grants/scbgp/specialty-crop">https://www.ams.usda.gov/services/grants/scbgp/specialty-crop</a>. A similar review of aquaculture, finfish farming, and shellfish farming operations suggests that this analysis would also be applicable to those operations. Because of similarities, the small business threshold for aquaculture, farmed finfish, and farmed shellfish producers is set at \$5 million. Visit the United States Census Bureau (www.census.gov/naics) for more information about NAICS code industry descriptions.

Industries included detailed below are eligible to apply for the first round of PRS grant funds. The number of employees or annual receipts indicates the maximum allowed for a concern and its affiliates to be considered small. An operation that could be classified under more than one NAICS code may choose between them for purposes of this grant.

- Producer NAICS codes are listed under Subsectors 111 and 112—Production.
- Processor NAICS codes are listed under Subsector 115 Post-Harvest Crop Activities and 311—Food Manufacturing.
- Distributor NAICS codes are listed under Subsector 424—Merchant Wholesalers, Nondurable Goods and Subsector 493 Warehousing and Storage.
- For the purposes of PRS, all Farmers Markets are considered as small entities eligible to apply for funds.
- Production and processing activities unrelated to human food, such as ornamental fish production or refrigeration and storage of fur, are <u>not</u> eligible to apply for funds.

NAICS codes (Visit <u>US Census Bureau</u> website for more information)	NAICS U.S. industry title	Size standards in millions of dollars	
Subsectors 111 and 112—Production			
<u>111130</u>	Dry Pea and Bean Farming	\$5.0	
<u>111211</u>	Potato Farming	\$5.0	
<u>111219</u>	Other Vegetable (except Potato) and Melon Farming	\$5.0	
<u>111310</u>	Orange Groves	\$5.0	

<u>311421</u>	Fruit and Vegetable Canning	1,000		
311412	Frozen Specialty Food Manufacturing	1,250		
<u>311411</u>	Frozen Fruit, Juice, and Vegetable Manufacturing	1,000		
NAICS codes (Visit <u>US Census Bureau</u> website for more information)	NAICS U.S. industry title	Size standards by # of employees		
Subsector 311—Food Manufacturing				
<u>115114</u>	<ul> <li>Post-Harvest Crop Activities<sup>3</sup> (except cotton ginning)</li> <li>Only <u>specialty crops</u> related post-harvest activities are eligible under this NAICS code.</li> </ul>	\$30.0		
NAICS codes (Visit <u>US Census Bureau</u> website for more information)	Subsector 115—Support Activities for Agriculture and Forestry  NAICS U.S. industry title	Size standard in millions of dollars		
<u>112910</u>	Apiculture	\$5.0		
<u>112519</u>	Other Aquaculture	\$5.0		
112512	Shellfish Farming	\$5.0		
<u>112511</u>	Finfish Farming and Fish Hatcheries <sup>2</sup>	\$5.0		
111421	Nursery and Tree Production <sup>1</sup>	\$5.0		
<u>111419</u>	Other Food Crops Grown Under Cover	\$5.0		
<u>111411</u>	Mushroom Production	\$5.0		
<u>111339</u>	Other Noncitrus Fruit Farming	\$5.0		
<u>111336</u>	Fruit and Tree Nut Combination Farming	\$5.0		
<u>111335</u>	Tree Nut Farming	\$5.0		
111334	Berry Farming (except strawberries)	\$5.0		
<u>111333</u>	Strawberry Farming	\$5.0		
111332	Grape Vineyards	\$5.0		
111331	Apple Orchards	\$5.0		
111320	Citrus (except Orange) Groves	\$5.0		

<sup>&</sup>lt;sup>1</sup> Fruit stock growing is the only eligible component of NAICS code 111421 "Nursery and Tree Production" under the PRS Grant Program.

<sup>&</sup>lt;sup>2</sup> Only finfish farming for human food is eligible.

<sup>&</sup>lt;sup>3</sup> Such activities include fruit and vegetable packing, sorting, drying, and waxing; nut hulling and shelling; and related services for specialty crops.

1			
1,250			
750			
1,000			
1,000			
750			
1,250			
750			
750			
500			
500			
500			
Subsector 424—Merchant Wholesalers, Nondurable Goods <sup>5</sup>			
Size standards by # of employees			
500			
500			
500			
500			
500			
500			
Size standard in millions of dollars			
\$30.0			

<sup>&</sup>lt;sup>4</sup> Tree nuts are considered eligible under the PRS Grants Program in alignment with section 101 of the Specialty Crops Competitiveness Act of 2004 (<u>7 U.S.C. § 1621 note</u>) and amended under section 10107 of the Agriculture Improvement Act of 2018, Public Law 115—343 (the Farm Bill). Peanuts are not eligible.

<sup>&</sup>lt;sup>5</sup> Food hubs are eligible under these NAICS codes and should select the code that most closely represents the predominant products being handled, distributed, traded, and sold.

<sup>&</sup>lt;sup>6</sup> Only refrigerated warehousing and storage for food products are eligible.