

United States
Department of
Agriculture

#### Notice to the Trade

**BCD-37** 

Farm and Foreign Agricultural Services

DATE:

TO:

February 20, 2003

Farm Service Agency

All Sugar Processors and Warehouse Operators Under the Sugar

Storage Agreement

Kansas City Commodity Office P.O. Box 419205 Kansas City, Missouri 64141-6205

SUBJECT: Sale of Commodity Credit Corporation (CCC)-Owned Raw Cane Sugar

### **Background:**

CCC is offering to sell approximately 21,385.65 short tons (42,771,310 lbs) of its raw cane sugar inventory located in Belle Glade, Florida. Beginning February 26, 2003, at 9:00 A.M. (CST) all of the remaining CCC-owned raw cane sugar will be available to interested parties at a negotiated price. Information on the CCC-owned raw cane sugar inventory is shown on Exhibit A or available at <a href="https://www.fsa.usda.gov/catalogs.htm">www.fsa.usda.gov/catalogs.htm</a>.

#### **Sales Provisions:**

All parties interested in buying the raw cane sugar must submit an offer to purchase by calling the Kansas City Commodity Office (KCCO) at 816-926-3816. The bidder should provide the lot number(s), warehouse code, location and instore bid. The lot should be bid in its entirety.

CCC reserves the right to accept or reject any and all bids.

Prior to submitting a bid, third parties are advised to check with the storing warehouse operator regarding applicable load out rates, scheduling, quality and location of the sugar. Interested parties are urged to work with the storing warehouse operator to establish premium and discount schedules in case of quality or location discrepancies. Any differences are to be settled between buyer and storing warehouse operator. If CCC transfers title of sugar instore to a third party, the storing warehouse operator is expected to load out for the third party, the number of railcars or trucks specified in their Processed Commodities Storage Agreement.

If CCC transfers title of sugar instore to a third party, the storing warehouse operator is expected to load out for the third party, the number of railcars or trucks specified in their Processed Commodities Storage Agreement.

BCD-37 Page 2

Title and risk of loss will transfer from CCC to the contractor upon payment for the sugar and releases will be issued promptly after notification of payment. Failure to pay within five business days of the date of contract will subject contractor to interest charges as stated in the CCC Sales List.

CCC will pay storage through the date of transfer of title but no later than five business days after the date of sale. Storing warehouse operators are obligated to maintain CCC storage and loadout rates after title transfers.

The buyer must remit payment to CCC at the following address within five business days after the date of the contract to:

Kansas City Finance Office Attn: DMD/DCAB Stop 8568 P.O. Box 419205 Kansas City, MO 64141-6205 (Include contract number on payment)

### **Contact:**

Any questions regarding this Notice should be directed to KCCO, Bulk Commodities Division, Merchandising Branch at 816-926-3816.

/s/ George Aldaya

George Aldaya Director

# BCD-37 **EXHIBIT A** PAGE 1

## RAW CANE SUGAR LISTING

LOT <u>NUMBER</u>	TYPE	QUANTITY (POUNDS)	STORAGI CODE	E LOCATION NAME & ADDRESS	PCSA CONTRACTOR NAME, CONTACT & PHONE
3701	RAW CANE	10,000,000	71068	SUGAR CANE GROW. BELLE GLADE, FL	SUGAR CANE GROWERS BILL KRAMER 561-996-4721
3702	RAW CANE	10,000,000	71068	SUGAR CANE GROW. BELLE GLADE, FL	SUGAR CANE GROWERS BILL KRAMER 561-996-4721
3703	RAW CANE	10,000,000	71068	SUGAR CANE GROW. BELLE GLADE, FL	SUGAR CANE GROWERS BILL KRAMER 561-996-4721
3704	RAW CANE	12,771,310	71068	SUGAR CANE GROW. BELLE GLADE, FL	SUGAR CANE GROWERS BILL KRAMER 561-996-4721
TOTAL		42,771,310			