

UNITED STATES DEPARTMENT OF AGRICULTURE

Farm Service Agency
Washington, DC 20250

**Sugar Loans
10-SU (Revision 4)**

Amendment 16

Approved by: Deputy Administrator, Farm Programs



Amendment Transmittal

A Reasons for Amendment

Subparagraph 1 F has been added to provide useful web sites.

Paragraph 7 has been added to provide for instructions on signatures, authorizations, and approvals.

Subparagraph 34 D has been amended to provide an updated KC-227.

Subparagraph 34 F has been amended to provide an updated KC-227-A.

Subparagraph 46 B has been amended to add the 2013 crop year.

Subparagraph 75 B has been amended to provide an updated SU-2 with updated Paperwork Act and Nondiscrimination Statements.

Subparagraph 111 B has been amended to update the FI handbook reference.

Subparagraph 136 B has been amended to provide new information about loan maturity letters.

Paragraph 137 has been amended to update the:

- contact information in subparagraph A
- reference to CFR in subparagraph B.

Subparagraphs 151 A and 163 A have been amended to clarify the minimum payment for sugar beets.

Subparagraph 175 A has been amended to decrease the random selection of settlement sheets to 5 percent for sugarcane spotcheck.

Amendment Transmittal (Continued)

A Reasons for Amendment (Continued)

Exhibits 6 and 7 have been amended to provide CCC -770 SU-1 and CCC-770 SU-2 with updated Nondiscrimination Statements.

Page Control Chart		
TC	Text	Exhibit
1, 2	1-4.5, 1-4.6 (add) 1-9, 1-10 1-11 (add) 2-3, 2-4 2-7, 2-8 2-9 3-1, 3-2 4-31 through 4-52 5-1 through 5-20 6-1 through 6-4 6-5, 6-6 (add) 7-1 through 7-50	1, pages 1, 2 6, pages 1, 2 page 3 7, page 1, 2

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1 Handbook Provisions (Continued)

*--F Useful Web Sites

The following web sites provide information used to administer loans.

Web Site Content	Web Site Address
Accessing the National Compliance Review Database	To: <ul style="list-style-type: none"> • enter results of spotchecks, www.agcounts.usda.gov • access producer selection list, http://fsaintranet.sc.egov.usda.gov/ffas/farmbill/ccc/default.htm.
Economic and Policy Analysis	www.fsa.usda.gov/FSA/webapp?area=home&subject=ecpa&topic=landing
Fact Sheets	www.fsa.usda.gov/FSA/newsReleases?area=newsroom&subject=landing&topic=pfs&newstype=prfactsheet
Forms	For: <ul style="list-style-type: none"> • employees, http://fsaintranet.sc.egov.usda.gov/dam/ffasforms/forms.html • public, http://forms.sc.egov.usda.gov/eForms/welcomeAction.do?Home.
FSA Home Page	www.fsa.usda.gov/FSA/webapp?area=home&subject=landing&topic=landing
Handbooks	www.fsa.usda.gov/FSA/webapp?area=home&subject=lare&topic=hbk
Law and Regulations	www.fsa.usda.gov/FSA/webapp?area=home&subject=lare&topic=landing
List of Approved SSA Warehouses	http://www.fsa.usda.gov/Internet/FSA_File/approved_ssa_list.pdf
News Releases	www.fsa.usda.gov/FSA/newsReleases?area=home&subject=landing&topic=ner&newstype=newsrel
Notices	www.fsa.usda.gov/FSA/notices?area=home&subject=lare&topic=not&selflag=FROMURL&getData=NONE
Price Support	www.fsa.usda.gov/FSA/webapp?area=home&subject=prsu&topic=landing
Sugar Storage Agreements	http://www.fsa.usda.gov/FSA/webapp?area=home&subject=coop&topic=was-sa

--*

4 Lobbying Provisions (Continued)

C County Office Action

County Offices shall follow the procedures in this table each time a loan exceeding \$150,000 is requested.

Step	Action
1	Provide the applicant a copy of * * * SF-LLL with instructions to complete, and return the applicable form to the County Office.
2	Disburse the loan after the applicant returns the completed lobbying disclosure form to the County Office.
3	File the original in the County Office.

5 Prompt Payment Act

A Applicability

The Prompt Payment Act requires CCC, according to 61-FI, to pay a late payment interest penalty on the amount of loan disbursements if **all** of the following apply:

- documentation is provided
- the payment is not made by the due date in subparagraph B
- all eligibility requirements are met.

B Payment Due Dates

The following table provides the payment due dates for loan purposes.

IF the program is for...	THEN the payment due date is 30 calendar days after the County Office receives...
loan agreements	an application with all required documentation and signatures.
settlements	both of the following: <ul style="list-style-type: none"> • a properly completed KC-227 or KC-227 A • documentation required to complete the transaction.

5 Prompt Payment Act (Continued)

C Information Provided by FMD

FMD will provide the following information:

- interest rate to be used for interest payments required by the Prompt Payment Act

Notes: Notices will be issued semiannually, around January 1 and July 1.

See 50-FI for interest rates.

- detailed instructions for administering the provisions of the Prompt Payment Act. See 61-FI.

D Paying Prompt Payment Interest

County Offices shall pay prompt payment interest when payment dates, according to subparagraph B, are not met. Maximum prompt payment interest is 1 year's interest.

Example: If calculation of the number of days late is 450 days, then State and County Offices shall pay prompt payment interest for 360 calendar days only.

6 Finality Rule

A Finality Rule Provisions

See 7-CP for provisions applicable to the finality rule.

***--7 Signatures, Authorizations, and Approvals**

A Signatures

County Offices shall:

- follow 1-CM for producer signature and authorization provisions
- see 1-CM for a list of forms not approved for FAXed and scanned signatures.

B Redelegation of Authority by COC or CED

The authority to approve all loan documents prepared according to this handbook may be redelegated in writing by:

- COC to CED, except forms and documents in which CED has a monetary interest
- CED to Federal and non-Federal County Office employees, except forms and documents in which the person approving has a monetary interest.

Reminder: Cross training in all applicable program areas shall be completed **before** signing authority redelegation is made.

Follow this table for exceptions to redelegate authority for approval of loans.

IF the producer is...	THEN the approval authority shall be...
a Federal or non-Federal State or County Office employee	CED.
COC member	
DD	
SED	
STC member	
CED	COC.

Note: Questionable cases may be referred to the next higher authority for determination.--*

8-27 (Reserved)

31 Requesting Warehouse-Stored Loans

A Warehouse Documents

When requesting sugar loans or converting in-process sugar, the processor shall present acceptable warehouse documents, KC-227 or KC-227-A, from CCC-approved warehouses to the County Office.

B Warehouse-Stored Quantity

Warehouse-stored loans stored in CCC-approved warehouse will be limited to 100 percent of the total net pounds specified on KC-227 or KC-227-A.

Note: The eligible commodity is sugar, not sugar beets or sugarcane.

C Substitution Not Authorized

Substituted or purchased commodities are ineligible for loan.

D Loan Rates

Use the loan rate for the region where the sugar is processed.

E Storage Charges

The processor is responsible for storage cost through the loan maturity date or title transfer to CCC, whichever occurs later.

32 Quality Determinations

A Basis for Quality Determinations

The sugar processor must provide quality factors on KC-227 or KC-227-A at:

- loan application
- the time the in-process sugar is converted at forfeiture.

B Premiums and Discounts

Premiums and discounts on cane sugar will be applicable to the quality factor identified on KC-227 at forfeiture. Presently, there are no premiums and discounts on beet sugar.

***--33 List of Approved Sugar Storage Agreement Warehouses**

A Approved Sugar Storage Agreement Warehouses

A current list of Sugar Storage Agreement warehouses is available at http://www.fsa.usda.gov/Internet/FSA_File/approved_ssa_list.pdf.--*

* * *

34 General Warehouse Document Requirements (Continued)

D Example of KC-227

The following is an example of KC-227, for raw cane sugar, received from a processor.

*--

KC-227 (04-04-13)		U.S. DEPARTMENT OF AGRICULTURE Farm Service Agency RAW SUGAR CERTIFICATION REPORT				FOR CCC USE ONLY	
3. NAME AND LOCATION OF RECEIVING WAREHOUSE ABC Sugar Corporation Cambridge, LA					1. LOAN APPLICATION DATE 2. LOAN NUMBER		
4. WAREHOUSE CODE	5. COMMODITY	6. RECEIVED BY		7. CROP YEAR	8. CONTROL NUMBER		
7-1071	RAW CANE SUGAR	<input type="checkbox"/> TRUCK <input checked="" type="checkbox"/> RAIL <input type="checkbox"/> BARGE <input type="checkbox"/> CART <input type="checkbox"/> IN STORE		2012	1		
				9. DATE ISSUED			
				10/15/2012			
10. QUANTITY AND QUALITY	A. TOTAL NET POUNDS	B. POLARIZATION	C. ASH	D. COLOR	E. GRAIN SIZE	F. % MOISTURE	
	10,000,000	98	.22	4000	48	.28	
11. CERTIFICATION AND SIGNATURE							
I certify that the raw sugar described on this report is raw sugar: <ul style="list-style-type: none"> • in which title is vested in CCC, or placed in storage by someone other than CCC and pledged to CCC as security for a CCC loan, and • which will be safely stored so that raw sugar equivalent to the quantity and quality stated in Item 10 of this KC-227 may be delivered, upon demand, to the owner of such raw sugar, CCC, or to another person (transferee). This form must be signed by an authorized individual; i.e., corporate officer, partner or proprietor. A manager cannot sign unless authorized by a Resolution of the Board of Directors or Power of Attorney furnished by a partner or proprietor.							
A. WAREHOUSE OPERATOR'S SIGNATURE				B. DATE			
PRIVACY ACT AND PUBLIC BURDEN STATEMENTS The following statement is made in accordance with the Privacy Act of 1974 (5 USC 552a - as amended). The authority for requesting the information identified on this form is 7 CFR Part 1423, 7 CFR Part 1435, and the Commodity Credit Corporation Charter Act (15 U.S.C. 714 et seq.). The information will be used to record raw sugar received into the warehouse for storage of CCC-interest sugar. The information collected on this form may be disclosed to other Federal, State, Local government agencies, Tribal agencies, and nongovernmental entities that have been authorized access to the information by statute or regulation and/or as described in applicable Routine Uses identified in the System of Records Notice for USDA/FSA-2, Farm Records File (Automated) and USDA/FSA-14, Applicant/Borrower. Providing the requested information is voluntary. However, failure to furnish the requested information will result in a determination of ineligibility for program benefits. The authority for collecting the following information is Public Law 107-171. This authority allows for the collection of information without prior OMB approval mandated by the Paperwork Reduction Act of 1995. The time required to complete this information collection is estimated to average 15 minutes per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. The provisions of appropriate criminal and civil fraud, privacy, and other statutes may be applicable to the information provided. RETURN THIS COMPLETED FORM TO THE KANSAS CITY COMMODITY OFFICE, STORAGE CONTRACT BRANCH, STOP 8748, P.O. BOX 419205, KANSAS CITY, MO 64141-6205.							
NONDISCRIMINATION STATEMENT The U.S. Department of Agriculture (USDA) prohibits discrimination against its customers, employees, and applicants for employment on the bases of race, color, national origin, age, disability, sex, gender identity, religion, reprisal, and where applicable, political beliefs, marital status, familial or parental status, sexual orientation, or all or part of an individual's income is derived from any public assistance program, or protected genetic information in employment or in any program or activity conducted or funded by the Department. (Not all prohibited bases will apply to all programs and/or employment activities.) If you wish to file a Civil Rights program complaint of discrimination, complete the USDA Program Discrimination Complaint Form, found online at http://www.ascr.usda.gov/complaint_filing_cust.html , or at any USDA office, or call (866) 632-9992 to request the form. You may also write a letter containing all of the information requested in the form. Send your completed complaint form or letter to us by mail at U.S. Department of Agriculture, Director, Office of Adjudication, 1400 Independence Avenue, S.W., Washington, D.C. 20250-9410, by fax (202) 690-7442 or e-mail at program.intake@usda.gov . Individuals who are deaf, hard of hearing, or have speech disabilities and wish to file either an EEO or program complaint, please contact USDA through the Federal Relay Service at (800) 877-8339 or (800) 845-6136 (in Spanish). Persons with disabilities, who wish to file a program complaint, please see information above on how to contact us by mail directly or by email. If you require alternative means of communication for program information (e.g., Braille, large print, audiotape, etc.) please contact USDA's TARGET Center at (202) 720-2600 (voice and TDD).							

--*

34 General Warehouse Document Requirements (Continued)

E Instructions for Completing KC-227-A

County Offices shall complete KC-227-A, items 1 and 2.

Warehouse operators shall complete KC-227-A, items 3 through 13.

Item	Action
1	*--Enter the sugar loan application date.
2	Enter the FSA County Office or Service Center assigned loan number.
3	Enter warehouse's name, street address, city, State, and ZIP Code.--*
4	Enter the warehouse code assigned by KCCO.
5	Check applicable box indicating if commodity is raw cane or beet sugar.
6	Check applicable box indicating if sugar was received by truck, rail, barge, or in-store.
7	Enter the crop year the sugar was grown.
8	Enter the control number assigned by the warehouse operator. Note: The warehouse operator should use a numbering system to consecutively assign control numbers for tracking purposes. For example, the first KC-227-A may be assigned Control No. 1, the second KC-227-A Control No. 2, etc. Do not use alpha characters as part of the numbering system.
9	Enter the date KC-227-A is issued.
*--10 A	Enter the total net pounds received for this KC-227-A.
10 B	Not required.
10 C	Enter the number of units, if the sugar is bagged, for this KC-227-A.
10 D	Enter the number of units damaged, short, or over for this KC-227-A.--*
11	Quality: Refined sugar must be dry and free flowing, free of excessive sediment, and free of any objectionable color, flavor, odor, or other characteristic which would impair its merchantability or which would impair or prevent its use for normal commercial purposes.
12 A and B	Enter the following: <ul style="list-style-type: none"> • signature of an authorized individual, such as corporate officer, partner, or proprietor • date KC-227-A is signed.

34 General Warehouse Document Requirements (Continued)

F Example of KC-227-A

The following is an example of KC-227-A received from a processor.

*--

KC-227-A (04-04-13)		U.S. DEPARTMENT OF AGRICULTURE Farm Service Agency			FOR CCC USE ONLY		
REFINED SUGAR CERTIFICATION REPORT							
3. NAME AND LOCATION OF RECEIVING WAREHOUSE ABC Sugar Corporation Cambridge, LA					1. LOAN APPLICATION DATE		
					2. LOAN NUMBER		
4. WAREHOUSE CODE 7-1000	5. COMMODITY <input type="checkbox"/> CANE <input checked="" type="checkbox"/> BEET	6. RECEIVED BY <input checked="" type="checkbox"/> TRUCK <input type="checkbox"/> RAIL <input type="checkbox"/> BARGE <input type="checkbox"/> IN STORE	7. CROP YEAR 2012	8. CONTROL NUMBER 1			
9. DATE ISSUED 10/15/2012							
10. QUANTITY	A. TOTAL NET POUNDS 10,000,000		B. GROSS WEIGHT 10,200,000		C. NUMBER OF UNITS 100,000		D. NUMBER OF UNITS
							DAMAGED SHORT OVER
11. QUALITY	Refined sugar must be dry and free flowing; free of excessive sediment; and free of any objectionable color, flavor, odor, or other characteristic which would impair its merchantability or which would impair or prevent its use for normal commercial purposes.						
12. CERTIFICATION AND SIGNATURE							
I certify that the refined sugar described on this report is refined sugar:							
<ul style="list-style-type: none"> in which title is vested in CCC, or placed in storage by someone other than CCC and pledged to CCC as security for a CCC loan, and which will be safely stored so that refined sugar equivalent to the quantity and quality stated in Item 10 and 11 of this KC-227-A may be delivered, upon demand, to the owner of such refined sugar, CCC, or to another person (transferee). 							
This form must be signed by an authorized individual; i.e., corporate officer, partner or proprietor. A manager cannot sign unless authorized by a resolution of the Board of Directors or Power of Attorney furnished by a partner or proprietor.							
A. WAREHOUSE OPERATOR-S SIGNATURE					B. DATE		
PRIVACY ACT AND PUBLIC BURDEN STATEMENTS							
The following statement is made in accordance with the Privacy Act of 1974 (5 USC 552a - as amended). The authority for requesting the information identified on this form is 7 CFR Part 1423, 7 CFR Part 1435, and the Commodity Credit Corporation Charter Act (15 U.S.C. 714 et seq.). The information will be used to record refined sugar received into the warehouse for storage of CCC-interest sugar. The information collected on this form may be disclosed to other Federal, State, Local government agencies, Tribal agencies, and nongovernmental entities that have been authorized access to the information by statute or regulation and/or as described in applicable Routine Uses identified in the System of Records Notice for USDA/FSA-2, Farm Records File (Automated) and USDA/FSA-14, Applicant/Borrower. Providing the requested information is voluntary. However, failure to furnish the requested information will result in a determination of ineligibility for program benefits.							
The authority for collecting the following information is Public Law 107-171. This authority allows for the collection of information without prior OMB approval mandated by the Paperwork Reduction Act of 1995. The time required to complete this information collection is estimated to average 15 minutes per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information.							
The provisions of appropriate criminal and civil fraud, privacy, and other statutes may be applicable to the information provided. RETURN THIS COMPLETED FORM TO THE KANSAS CITY COMMODITY OFFICE, STORAGE CONTRACT BRANCH, STOP 8748, P.O. BOX 419205, KANSAS CITY, MO 64141-6205.							
NONDISCRIMINATION STATEMENT							
The U.S. Department of Agriculture (USDA) prohibits discrimination against its customers, employees, and applicants for employment on the bases of race, color, national origin, age, disability, sex, gender identity, religion, reprisal, and where applicable, political beliefs, marital status, familial or parental status, sexual orientation, or all or part of an individual's income is derived from any public assistance program, or protected genetic information in employment or in any program or activity conducted or funded by the Department. (Not all prohibited bases will apply to all programs and/or employment activities.)							
If you wish to file a Civil Rights program complaint of discrimination, complete the USDA Program Discrimination Complaint Form, found online at http://www.ascr.usda.gov/complaint_filing_cust.html , or at any USDA office, or call (866) 632-9992 to request the form. You may also write a letter containing all of the information requested in the form. Send your completed complaint form or letter to us by mail at U.S. Department of Agriculture, Director, Office of Adjudication, 1400 Independence Avenue, S.W., Washington, D.C. 20250-9410, by fax (202) 690-7442 or e-mail at program.intake@usda.gov . Individuals who are deaf, hard of hearing, or have speech disabilities and wish to file either an EEO or program complaint, please contact USDA through the Federal Relay Service at (800) 877-8339 or (800) 845-6136 (in Spanish). Persons with disabilities, who wish to file a program complaint, please see information above on how to contact us by mail directly or by email. If you require alternative means of communication for program information (e.g., Braille, large print, audiotape, etc.) please contact USDA's TARGET Center at (202) 720-2600 (voice and TDD).							

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35-45 (Reserved)

Part 3 Obtaining Sugar Loan Program Benefits

46 Obtaining Loans

A Loanmaking Offices

Eligible processors shall obtain loans from the County Office designated by STC as the processor's loanmaking County Office. This is applicable when the warehouse has multiple storage locations.

SU-2 shall be completed and signed by processors to request a loan. A copy of Exhibits 17 and 18 shall be given to sugar processors with each cane sugar loan request.

B Loan Types

-Nonrecourse loans may be disbursed to an eligible processor of 2008 through 2013 crops-- of sugar beets and sugarcane as:

- farm-stored loan for in-process sugar
- warehouse-stored loan for raw or refined sugar.

46 Obtaining Loans (Continued)

C Maximum Eligible Quantity for Loan

The total quantity of sugar that a processor may pledge as collateral for an **initial** loan during a crop year may not exceed the quantity derived from processing domestically grown sugar beets or sugarcane from eligible producers during the applicable crop year.

The total quantity that a processor may pledge as collateral for a **supplemental** loan may not exceed the quantity of sugar pledged for initial loans the previous July, August, or September.

For in-process sugar, the processor may pledge as collateral for an **in-process** loan the quantity certified as the number of gallons of thick juice that will equal the number of pounds of sugar when processed into raw cane or refined beet sugar.

A processor requests an in-process sugar loan and certifies to 1,000 gallons and 6,700 pounds of sugar. Determine reasonableness as follows.

$$1000 \text{ gallons} \times 6.9 = 6,900 \text{ pounds.}$$

Multiply the number of gallons times 6.9 to determine reasonableness for the acceptable number of pounds.

Note: Loans on cane sugar are to be made on the actual pounds of eligible sugar, commercial weight.

D Ineligible Quantity for Loan

The quantity of ineligible sugar that is in storage includes sugar:

- processed in previous crop years, unless pledged for an initial loan the previous July, August, or September
- currently under loan
- representing sugar beets or sugarcane from ineligible producers, including producers determined to be ineligible because of the regulations governing:
 - HELC and WC
 - controlled substances
 - acreage report.

If it is determined that ineligible sugar has been pledged as collateral for loan, the processor shall be required to immediately redeem a quantity of the loan collateral equal to the ineligible quantity.

75 Recording Data on SU-2 (Continued)

B Example of SU-2

This is an example of SU-2.

*--

This form is available electronically.

SU-2
(06-10-13)

U.S. DEPARTMENT OF AGRICULTURE
Commodity Credit Corporation

APPLICATION FOR NONRECOURSE SUGAR LOAN

NOTE: The following statement is made in accordance with the Privacy Act of 1974 (5 USC 552a - as amended). The authority for requesting the information identified on this form is 7 CFR Part 1435, the Commodity Credit Corporation Charter Act (15 U.S.C. 714 et seq.), and the Food, Conservation, and Energy Act of 2008 (Pub. L. 110-246). The information will be used to determine applicant eligibility to receive CCC financing of a nonrecourse sugar loan under the Sugar Loan Program. The information collected on this form may be disclosed to other Federal, State, Local government agencies, Tribal agencies, and nongovernmental entities that have been authorized access to the information by statute or regulation and/or as described in applicable Routine Uses identified in the System of Records Notice by USDA/FSA-14, Applicant/Borrower. Providing the requested information is voluntary. However, failure to furnish the requested information will result in a determination of ineligibility for CCC financing of a nonrecourse sugar loan under the Sugar Loan Program.

This information collection is exempted from the Paperwork Reduction Act as it is required for the administration of the Food, Conservation, and Energy Act of 2008 (see Pub. L. 110-246, Title I, Subtitle F-Administration). The provisions of appropriate criminal and civil fraud, privacy, and other statutes may be applicable to the information provided. **RETURN THIS COMPLETED FORM TO YOUR COUNTY FSA OFFICE.**

PART A – PROCESSOR, LOAN, AND COMMODITY INFORMATION

1. NAME AND MAILING ADDRESS OF PROCESSOR (Including Zip Code)		2. STORAGE FACILITY INFORMATION		3. CROP YEAR	4. COMMODITY	5. STATE & COUNTY CODES AND LOAN NUMBER		
		a. Total Capacity (Lbs.)						
		b. Ineligible quantity in storage (Lbs.)						
		c. Eligible quantity in storage (Lbs.)		6. LIENHOLDER(S)				
7. WAREHOUSE NUMBER	8. LOCATION OF FACILITY	9. TYPE OF SUGAR (Check one below)			10. QUALITY IN STORAGE	11. QUANTITY FOR LOAN (Lbs.) <u>11</u>	12. LOAN RATE PER LB.	13. LOAN VALUE \$
		Sugar Cane	Sugar Beet	In Process				
		<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>				
		<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>				
		<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>				
14. TOTALS:								

11/ Loans on cane sugar will be made on actual pounds (commercial weight). Adjustments for polarity will be made upon settlement based on independent sampling and testing at the processor's expense. The schedule of premiums and discounts to be used is available in the loan-making office.

PART B – PROCESSOR CERTIFICATION

15. I hereby request a Commodity Credit Corporation (CCC) loan on the above-identified commodity. I certify all of the following: (1) I own the commodity; (2) I have paid or will pay all producers at least the rates required in the sugar loan regulations (7 CFR Part 1435); (3) the quantity for loan is in existence, is stored where indicated, and will be maintained and safely stored throughout the loan period and afterward as directed by CCC; and (4) the quantity for loan is free and clear of all liens, security interests and encumbrances, except as shown above. The processor specified in Part A Item 1 of this application certifies that the quantity of sugar pledged as collateral for loan is eligible sugar as defined in 7 CFR Part 400 Crop Insurance, or (3) 7 CFR Part 718 Controlled Substances, the processor has not pledged as collateral for such a loan a quantity sugar which is equivalent to the quantity derived from such producer's sugar beets or sugar cane. In the event CCC determines that such ineligible sugar has been pledged as collateral for a loan, the processor agrees to immediately redeem a quantity of the loan collateral equal to the ineligible quantity, as determined by CCC.

I further certify that the gallons of in-process sugar, when converted will equal the pounds certified in Item 11.

Are you or any co-applicants delinquent on any Federal Non-Tax debt? YES NO

15A. PROCESSOR'S SIGNATURE	15B. TITLE	15C. DATE (MM-DD-YYYY)

PART C – COUNTY FSA OFFICE CERTIFICATION

This certifies that the above-named processor is an "eligible" processor in accordance with Sugar Regulations 7 CFR Part 1435.

16A. FOR COUNTY FSA COMMITTEE	16B. DATE (MM-DD-YYYY)	16C. COUNTY OFFICE NAME AND ADDRESS	16D. TELEPHONE NUMBER (Include Area Code)

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If you wish to file a Civil Rights program complaint of discrimination, complete the USDA Program Discrimination Complaint Form, found online at http://www.ascr.usda.gov/complaint_filing_cust.html, or at any USDA office, or call (866) 632-9992 to request the form. You may also write a letter containing all of the information requested on the form. Send your completed complaint form or letter by mail to U.S. Department of Agriculture, Director, Office of Adjudication, 1400 Independence Avenue, S.W., Washington, D.C. 20250-9410, by fax (202) 690-7442 or email at program.intake@usda.gov. USDA is an equal opportunity provider and employer.

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C Preparing and Distributing SU-2

Loanmaking County Offices shall:

- **prepare** SU-2 in duplicate for **all** loans, both farm- and warehouse-stored, including loan conversions
- **distribute** SU-2 as follows:
 - file original in processor's loan folder
 - send 1 copy to processor.

76-85 (Reserved)

Part 5 Repayment of Loans**Section 1 Repayment Provisions****111 Repaying Loans****A Basic Repayment Provisions**

A processor may repay a loan in full or in part any time before CCC acquires the collateral by paying an amount representing the quantity redeemed, plus interest.

For:

- **full** redemption of a sugar loan, release the entire loan quantity
- **partial** redemption of a sugar loan, release the quantity redeemed.

KC-227 and KC-227-A must be repaid in full. Obtaining replacement documents is **not** authorized.

B Recording Repayments

Loans may be repaid by check or wire transfer. Record the repayment through APSS, according to Part 15, Section 3.

--Prepare and deposit collections according to 3-FI and 64-FI.--

C Releasing UCC-1

After CCC-677, for in-process sugar, and CCC-678, for all other sugar loans, are released to the processor, prepare and file documents necessary to release UCC-1 or other security instrument.

The release of any security documents shall be at the processor's expense.

D Releasing CCC-677 or CCC-678 and KC-227's

Mark the original copies of CCC-677 or CCC-678 "Paid" and return to processor when the loan is completely liquidated through redemption. Release KC-227 or KC-227-A to the processor as each is repaid on a loan.

112-122 (Reserved)

Part 6 Loan Maturity and Forfeitures**136 County Office Notice to Processors Before Maturity****A Loan Maturity Report**

County Offices shall prepare loan maturity reports through APSS, according to 12-PS, paragraphs 1460 and 1463.

B Loan Maturity Notification

County Offices shall notify each processor by letter with maturing loans:

- of the maturity date
- at least 45 calendar days, but not more than 60 calendar days, before the loan maturity date.

***--Notes:** Use example letters provided in subparagraphs C and D. The loan maturity notification letters serve as reminders to the sugar processors. Nonreceipt of a loan maturity letter does **not** negate the processor's responsibility for repaying the outstanding loan principal plus interest, if applicable, by the loan maturity date provided on signed CCC-677 or CCC-678.--*

CCC is **not** allowed to require sugar processors to provide advance notification of their intent to forfeit sugar to CCC.

136 County Office Notice to Processors Before Maturity (Continued)

*--C Example Cane Sugar Loan Maturity Letter

The following is an example of a loan maturity notification letter for cane sugar loans.

Note: Nonreceipt of a loan maturity letter does **not** negate the processor’s responsibility for repaying the outstanding loan principal plus interest, if applicable, by the loan maturity date provided on signed CCC-677 or CCC-678.

(Date)

Processor’s Name
Address
City, State, ZIP Code

Dear Sugar Processor:

This letter serves as notification that your (crop year, commodity) warehouse – stored loan (loan number) will mature (maturity date). If the maturity date falls on a non-workday, the loan may be repaid on the next business day.

You may, any time before loan maturity, repay all or any part of the loan collateral by paying the Commodity Credit Corporation (CCC) the applicable principal plus interest.

If you do not repay the loan, title to the unredeemed loan collateral, as described in the note and security agreement, will transfer to CCC in-store at the CCC-approved warehouse at 12 a.m. the next business day following the maturity date of the loan. Title, all rights, and interest to such loan collateral shall immediately vest in CCC.

From the point of title transfer, your company will be contacted by the Kansas City Commodity Office to process the final settlement on the basis of weight/scale tickets upon eventual load out. Quality premiums and discounts will be applied at that time.

Our records do not reflect that you have filed for bankruptcy protection under Title 11 of the United States Code. If you have filed for bankruptcy, please notify us so that we may update our records and proceed to resolve this debt in accordance with bankruptcy procedures.

Please contact this office if you have any questions, or to inspect and copy records associated with the loan.

Sincerely,

County Executive Director

--*

136 County Office Notice to Processors Before Maturity (Continued)

***--D In-Process Sugar Loan Maturity Letter**

The following is an example of a loan maturity notification letter for in-process sugar loans.

Note: Nonreceipt of a loan maturity letter does **not** negate the processor’s responsibility for repaying the outstanding loan principal plus interest, if applicable, by the loan maturity date provided on signed CCC-677 or CCC-678.

(Date)

Processor’s Name
 Address
 City, State, ZIP Code

Dear Sugar Processor:

This letter serves as notification that your (crop year) in-process sugar loan (loan number) will mature (maturity date). If the maturity date falls on a non-workday, the loan may be repaid on the next business day.

You may, any time before loan maturity, repay all or any part of the loan collateral by paying the Commodity Credit Corporation (CCC) the applicable principal plus interest.

If you do not repay the loan, the loan collateral will be forfeited to CCC. Since this loan was an in-process sugar loan, CCC’s loan agreement with you specifies that you must convert the forfeited in-process sugar loan quantity to refined sugar within 30 calendar days of loan maturity. The refined sugar will be accepted by CCC as payment in full of principal and interest, provided the refined sugar is of acceptable grade and quality for sugar loans.

After the conversion you must present CCC with either a KC-227 or KC-227-A. CCC may make a payment to you based on the quality on the KC-227 or KC-227-A if the value of the processed sugar forfeited exceeds the loan principal amount. You will be liable for the deficiency if the value of the processed sugar is less than the amount of principal loaned to you.

If the transfer of the refined sugar of suitable quality to CCC does not occur within 30 calendar days from maturity, CCC may charge liquidated damages according to the Sugar Loan Program regulation in 7 CFR Part 1435.105(i)(4).

Our records do not reflect that you have filed for bankruptcy protection under Title 11 of the United States Code. If you have filed for bankruptcy, please notify us so that we may update our records and proceed to resolve this debt in accordance with bankruptcy procedures.

Please contact this office if you have any questions, or to inspect and copy records associated with the loan.

Sincerely,

County Executive Director

--*

137 Loan Forfeiture Procedures

A Nonrecourse Loans

For loans forfeited or delivered to CCC, loanmaking County Offices shall:

- complete settlement according to:
 - paragraph 374 for processed loans
 - paragraphs 386 and 387 for in-process loans

Note: Processed loans shall be forfeited the day after maturity unless the maturity date falls on a nonworkday. In this case, the maturity date shall be the next workday and the loan, if still outstanding, shall be forfeited the following day.

- send a copy of the following to KCCO at:

BULK COMMODITY DIVISION
 *--INTERNATIONAL PROCUREMENT DIVISION
 BEACON FACILITY STOP 8738--*
 P O BOX 419205
 KANSAS CITY, MO 64141-6205
 Telephone 816-926-6444
 FAX 816-823-1804

- CCC-677 and CCC-678
- SU-2, updated to show the quantity outstanding or forfeited by lot
- KC-227 or KC-227-A
- CCC-692, if applicable
- **not** release custody of the original CCC-677 or CCC-678 or mark it “paid” until notified that the full loan quantity is covered by a storage agreement entered into between KCCO and a warehouse operator.

KCCO will process final settlements with processor on the basis of weight/scale tickets at destination.

Quality premiums and discounts will be applied at the time of forfeiture or settlement to sugarcane loans **only** (Exhibits 17 and 18).

137 Loan Forfeiture Procedures (Continued)

B In-Process Loans

For matured in-process loans, loanmaking County Offices shall ensure that:

- the letter in Exhibit 19 is mailed the 1st workday after maturity
- collateral is converted into raw or refined beet sugar within 1 month of loan maturity
- after the conversion is fully processed into raw cane or refined beet sugar, the processor shall transfer the sugar to CCC
- upon transferring the sugar, CCC will make a payment to the processor based on KC-227 or KC-227-A in an amount equal to the amount obtained by multiplying the difference between the loan rate the processor received times the quantity of sugar transferred to CCC.

If the processor forfeits the in-process sugar loan collateral but does not transfer raw or refined beet sugar of suitable quality to CCC within 1 month of maturity, CCC may charge *-liquidated damages according to 7 CFR 1435.105(i)(4).--*

C Processor Storage Agreement

At maturity, a processor shall:

- agree to continue storing any loan collateral sugar that is forfeited to CCC
- at all times be responsible for maintaining the quality, quantity, and condition of the CCC-owned sugar in storage
- store sugar forfeited to CCC in eligible storage for as long as CCC considers necessary.

Notes: CCC shall make monthly storage payments to the processor for the period of time the forfeited sugar remains in CCC inventory.

The storage payment rate shall be as agreed to by CCC and the processor, according to the terms and conditions in CCC-678.

138 Reporting Forfeiture Activity

A County Office Action

County Offices shall report to State Offices all sugar loan forfeitures by 9 a.m. (local time) on the 1st workday after the loan matures. The report shall include the following:

- processor's name
- loan number
- quantity
- storage location
- type (raw cane, processed beet, or in-process).

B State Office Action

State Offices shall submit the report received from the County Office to PSD:

- by e-mail to **toni.williams@wdc.usda.gov**
- no later than 10 a.m. (local time) the 1st workday after the loan matures.

139-150 (Reserved)

Part 7 Processor Payments

Section 1 Processor Payments to Producers

151 Processor Payment Requirements to Producers

A Basic Processor Payment Requirements

Processors who obtain nonrecourse loans must certify on SU-2 that they have paid or will pay at least the minimum payment level. * * * Sugarcane processors who receive CCC loans are required to make minimum payments for all * * * sugarcane received from growers. * * * Processors **must** certify on SU-2 that they have paid or will pay at least the minimum payment level.

Notes: See Exhibit 10 for information about minimum level payment policy for sugarcane* * *.

--The 2008 Farm Bill requires that, “the sugar beet minimum payment is no less than the price stipulated in the grower/processor contract”.--

B Penalty for Processor Who Fails to Pay Producer

If a processor does not pay all eligible producers at least the minimum payment level specified by CCC:

- CCC shall immediately call all of the processor’s outstanding sugar loans
- processor shall be ineligible for all future CCC loans during the subsequent crop year.

C Producers Eligible for Payment

Eligible producers who deliver sugar beets or sugarcane to a processor who:

- does **not** participate in the Sugar Loan Program will **not** be guaranteed the minimum payment level
- participates in the Sugar Loan Program **shall** receive the minimum payment level when nonrecourse loans are in effect.

152-162 (Reserved)

Section 2 Payment Requirements to Producers of Sugar Beets

163 Minimum Payment Level for Sugar Beets

A Basic Policy

Processors obtaining nonrecourse loans are required to pay eligible producers of sugar beets
--the minimum payment that is no more than the price stipulated in the contract between the grower and the processor.--

B Processor Incentives and Deductions

Processor incentives and deductions shall be treated as follows:

- additional allowances, incentives, or reimbursements to producers, as provided in a producer-processor contract, are considered an additional benefit or premium and shall **not** be considered part of minimum level payments
- applicable costs may be deducted from the payment by the processor, if agreed upon and provided for in a written grower-processor contract or addendum to this contract.

164-174 (Reserved)

Section 3 Spot Checks to Determine Payment to Producers

175 Determining Payment to Producers

A Spot Check Procedures

Loanmaking offices shall follow this table to spot-check processors for minimum level payment compliance for sugarcane.

Note: The spot check for sugar beet processors has been eliminated. The 2008 Farm Bill requires that the sugar beet minimum payment is no more than the price stipulated in the grower/processor contract.

Step	Action
1	Determine which sugarcane processor placed loans with CCC in the last FY. *-- Note: Depending on when harvest normally occurs, the spot check must be scheduled with the processors between October 1 and May 1.
2	Randomly select settlement sheets of 5 percent of the producers who delivered--* sugarcane to each of these processors. County Offices must compare the price paid per pound of sugar that appears on the grower's settlement sheet for FY to the State loan rate, according to Exhibit 9. The processor is in compliance if the price paid per pound of sugar at the 96 degree polarity on the grower's settlement sheet is greater than or equal to the loan rate of the State in which the sugarcane is produced.

175 Determining Payment to Producers (Continued)

A Spot Check Procedures (Continued)

Step	Action
***	***
3	<p>Review with the processor any cases in which noncompliance is indicated.</p> <ul style="list-style-type: none"> • County Offices conducting the spot checks shall send to State Office a summary of noncompliance cases, including the percentage of spot checks involved. • State Offices shall send County Offices' summaries and summary of noncompliance cases they spot check, including percentage of checks involved, to PSD for review and further instructions. <p>Note: Report individual cases only if compliance is not achieved.</p>
4	<p>Keep, in the processor's loan folder, documentary record of each spot check, including:</p> <ul style="list-style-type: none"> • date of spot check • name of person doing the check.

176-186 (Reserved)

Parts 8-14 (Reserved)

187-330 (Reserved)

Reports, Forms, Abbreviations, and Delegations of Authority

Reports

None

Forms

This table lists all forms referenced in this handbook.

Number	Title	Display Reference	Reference
AD-1026	Highly Erodible Land Conservation (HELIC) and Wetland Conservation (WC) Certification		3, 62
CCC-10	Representations for Commodity Credit Corporation or Farm Service Agency Loans and Authorization to File a Financing Statement and Related Documents		48
CCC-184 <u>1/</u>	CCC Check		402
CCC-257	Schedule of Deposit		360, 405
CCC-258	Wire Transfer of Funds		123
CCC-500	Loan Repayment Receipt		111, 123, 359-362
CCC-500-1	Loan Repayment Receipt Continuation Sheet		360
CCC-601	Commodity Credit Corporation Note and Security Agreement Terms and Conditions		2
CCC-677	Farm Storage Note and Security Agreement		2, 111, 137, 346
CCC-677A	Sugar Loan Addendum	Ex. 4	2, 346, 347
CCC-678	Warehouse Storage Note and Security Agreement		2, 111, 123, 137, 347
CCC-679	Lien Waiver		47
CCC-684-1	Note and Security Agreement Continuation Sheet Schedule of Commodity (for CCC-678)		347
CCC-692	Settlement Statement		137, 387

1/ Obsolete.

Reports, Forms, Abbreviations, and Redelegations of Authority (Continued)

Forms (Continued)

Number	Title	Display Reference	Reference
CCC-770 SU-1	Initial Sugar Loan Processing Checklist	Ex. 6	2, 86
CCC-770 SU-2	Sugar Processors Initial Eligibility Determination for Loans Checklist	Ex. 7	2, 86
FSA-578	Report of Acreage		3, 62
KC-227	Raw Sugar Certification Report	34	Text
KC-227-A	Refined Sugar Certification Report	34	Text, Ex. 19
SF-LLL	Disclosure of Lobbying Activities		4
SF-LLL-A	Disclosure of Lobbying Activities Continuation Sheet		4
SU-2	Application for Nonrecourse Sugar Loan	75	2, 46, 47, 50, 74, 86, 137, 151
UCC-1	Financing Statement		2, 48, 111

Abbreviation Not Listed in 1-CM

The following abbreviation is not listed in 1-CM.

Approved Abbreviation	Term	Reference
ICUMSA	International Commission for Uniform Methods of Sugar Analysis	Ex. 17
NRRS	National Receipts and Receivables System	Text
OLP	On-line Payments	48

Re delegations of Authority

Redelegation of authority is provided in paragraph 7.

***--Completing CCC-770 SU-1, Initial Sugar Loan Processing Checklist**

A Instructions for Completing CCC-770 SU-1

Complete CCC-770 SU-1 according to the following instructions.

Item	Instructions
1	Enter name of processor.
2	Enter date of loan application.
3	Enter crop year and APSS-assigned loan number.
4	Enter applicable State name.
5	Enter name of the County Office that is completing the form.
6A through 10H	For each item listed, check either “Yes” or “No”. Employee completing the action shall initial and date. If item is not applicable to this loan, enter “N/A” in “NO” column. Employee determining that action is not applicable shall also initial and date.
11A	Any County Office employee who initials in items 6 through 10 shall sign as preparer. Signing as preparer does not insinuate that an employee checked items 6 through 10 only that this employee completed an item that was initialed by that employee.
11B	County Office employee who signs in item 11A shall enter current date.
12A	When applicable, CED or designated representative shall indicate concurrence with entries in items 6 through 10. See subparagraph 2 K for CED spot check procedure.
12B	CED or designated representative who completed item 12A shall enter signature.
12C	CED or designated representative who signed item 12B shall enter current date.
13A	When applicable, DD shall indicate concurrence with entries in items 6 through 10. See subparagraph 2 L for DD spot check procedure.
13B	DD who completed item 13A shall sign in this item.
13C	DD who signed item 13B shall enter current date.
14	Enter remarks, if applicable.

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Completing CCC-770 SU-1, Initial Sugar Loan Processing Checklist (Continued)

B Example of CCC-770 SU-1

The following is an example of CCC-770 SU-1.

*--

This form is available electronically.

CCC-770 SU-1 U.S. DEPARTMENT OF AGRICULTURE Commodity Credit Corporation INITIAL SUGAR LOAN PROCESSING CHECKLIST	1. Name of Processor				
	2. Date of Application (MM-DD-YYYY)	3. Crop Year & Loan No.			
	4. State Office Name	5. County Office Name			
6. INITIAL SUGAR LOAN APPLICATION PROCESS:	Handbook or Other Applicable References	YES	NO	Initials	Date (MM-DD-YYYY)
A. SU-2, Application for Nonrecourse Sugar Loan, Parts A and B, is completed and signed by the processor.	10-SU, paragraph 75				
B. FSA-211 or acceptable documentation on file in county office for person signing SU-2 for the processor.	1-CM, Part 25				
C. KC-227 or KC-227A completed by processor, if warehouse stored. All KC-227's and KC-227A's must accompany application. Separate loans for sugar stored in other States.	10-SU, paragraphs 31 through 34				
D. Obtain CCC-10 (Representations for Commodity Credit Corporation or Farm Service Agency Loans and Authorization to File a Financing Statement and Related Documents) if a current CCC-10 is not on file. Refer to CCC-10, Item 7 or 8 on where to file UCC-1 and conduct lien search.	10-SU, subparagraph 48G				
E. Lien search conducted in the State where the corporation is organized. Record the lien holders on SU-2, Item 6. Obtain lien waivers from lien holders on CCC-679.	10-SU, paragraph 47				
F. UCC-1 filed in the State where the corporation is organized according to CCC-10, Item 7.	10-SU, paragraph 48				
G. Form CCC-770 SU-2 Sugar Processors Initial Eligibility Determination for Loans Checklist completed for this Processors for this crop year.					
7. COMMODITY ELIGIBILITY:					
A. If warehouse stored, located in CCC approved warehouse.	10-SU, subparagraph 30A				
B. Eligible sugar as per 10-SU.	10-SU, paragraph 29				
C. Authorized CCC representative signs and dates SU-2, Part C, after verifying that all information in Parts A and B is correct.	10-SU, subparagraph 75A, Part C				
8. VERIFICATION OF IN-PROCESSED (FARM STORED) SUGAR LOANS:					
A. Verify that sugar is located where indicated on SU-2 for in-processed sugar loans. When possible, verify before loan disbursement but never later than 15 calendar days after.	10-SU, paragraph 74				
B. Verify that processor's production and marketing records support the quantity for which a loan is requested.	10-SU, paragraph 74				

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Completing CCC-770 SU-1, Initial Sugar Loan Processing Checklist (Continued)

B Example of CCC-770 SU-1 (Continued)

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CCC-770 SU-1 (06-10-13)		Page 2 of 2			
9. INITIAL LOADING OF SUGAR LOAN IN APSS SYSTEM:	Handbook or Other Applicable References	YES	NO	Initials	Date (MM-DD-YYYY)
A. Loan entered into APSS:					
• farm stored certified if In-processed loan	<i>10-SU, paragraph 346</i>				
• warehouse stored if processed loan.	<i>10-SU, paragraph 347</i>				
B. Loan rate region or area verified. Use loan rate for region where the sugar is processed. Second party review.	<i>10-SU, subparagraph 31D</i>				
C. Quantity verified on KC-227 or KC-227A, if warehouse stored.	<i>10-SU, subparagraph 11A</i>				
D. Second party review of SU-2 and loan documents to verify correct information entered.					
10. SUGAR LOAN DISBURSEMENT:					
A. SF-LLL on file for this loan if loan proceeds exceed \$150,000.00 and funds will be used for lobbying.	<i>10-SU, paragraph 4</i>				
B. Processor representative signs CCC-677 (Farm Storage Note and Security Agreement) or CCC-678 (Warehouse Storage Note and Security Agreement).	<i>10-SU, subparagraph 2I</i>				
C. Processor representative signs CCC-677A (Sugar Loan Addendum) which is applicable to all sugar loans.	<i>10-SU, subparagraph 2I</i>				
D. FSA-211 or acceptable documentation on file in county office for person signing all loan documents.	<i>1-CM, Part 25</i>				
E. Processor representative receives CCC-601, Note and Security Agreement Terms and Conditions.	<i>10-SU, subparagraph 2I</i>				
F. Processor checked for debts owed to CCC.					
G. Authorized CCC representative signs and dates CCC-677 or CCC-678 when approved for disbursal.	<i>8-LP, paragraph 509</i>				
H. Loan disbursed. If lien holders request their name on loan proceeds, issue a CCC-184 (Check) jointly with processor.	<i>8-LP, paragraph 509</i>				
CERTIFICATION:					
11A. Signature of Preparer(s)			11B. Date (MM-DD-YYYY)		
12A. I concur/do not concur the above items have been verified and updated.			<input type="checkbox"/> Concur		<input type="checkbox"/> Do Not Concur
12B. CED Signature for Spotcheck			12C. Date (MM-DD-YYYY)		
13A. I concur/do not concur the above items have been verified and updated.			<input type="checkbox"/> Concur		<input type="checkbox"/> Do Not Concur
13B. DD Signature for Spotcheck			13C. Date (MM-DD-YYYY)		
14. Remarks					

Completing CCC-770 SU-2, Sugar Processors Initial Eligibility Determination for Loans Checklist

A Instructions for Completing CCC-770 SU-2

Complete CCC-770 SU-2 according to the following instructions.

Item	Instructions
1	Enter the name of processor.
2	Enter the crop year for which this initial eligibility determination is being prepared.
3	Enter the type of sugar; beet, or cane.
4	Enter the applicable State name.
5	Enter the name of the County Office that is completing the form.
6A through 6E	For each item listed, check either “Yes” or “No”. Employee completing the action shall initial and date.
7A	*--Any County Office employee who initials in items 6A through 6E shall sign as preparer. By signing as preparer, this does not insinuate that an employee checked items 6A through 6E, only that this employee completed an item that was--* initialed by that employee.
7B	The County Office employee who signs in item 7A shall enter the current date.
8A	CED or designated representative shall indicate concurrence with entries in items 6A through E. CED or designated representative shall spot check all CCC-770 SU-2’s each FY.
8B	CED or designated representative who completed item 8A shall sign in this item.
8C	CED or designated representative who signed item 8B shall enter current date.
9A	When applicable, DD shall indicate concurrence with entries in items 6A through E. See subparagraph 2 N for DD spot check procedure.
9B	DD who completed item 9A shall sign in this item.
9C	DD who signed item 9B shall enter current date.
10	Enter remarks, if applicable.

Completing CCC-770 SU-2, Sugar Processors Initial Eligibility Determination for Loans Checklist

B Example of CCC-770 SU-2

The following is an example of CCC-770 SU-2.

*--

This form is available electronically.						
CCC-770 SU-2 (06-10-13) U.S. DEPARTMENT OF AGRICULTURE Commodity Credit Corporation SUGAR PROCESSORS INITIAL ELIGIBILITY DETERMINATION FOR LOANS CHECKLIST	1. Name of Processor					
	2. Crop Year	3. Type of Sugar (Cane or Beet)				
	4. State Office Name		5. County Office Name			
6. SUGAR PROCESSOR LOAN ELIGIBILITY DETERMINATION:		Handbook or Other Applicable References	YES	NO	Initials	Date (MM-DD-YYYY)
A. Processor has submitted to loan making County Office a list of names, addresses, and ID number of producers, owners, and operators who delivered sugar beets or sugarcane in previous year or who contracted to deliver sugar beets or sugar cane for current crop year by no later than August 1 of this crop year.		10-SU, subparagraph 62A				
B. Loan making County Office shall review list and determine in which County Office the producers listed have farming interests. Send a list of producers to County Office that maintains the producer's records for verification.		10-SU, subparagraph 62C				
C. Verifying County Office shall determine whether the producers listed have complied with compliance and certification provisions on AD-1026 and FSA-578.		10-SU, subparagraph 62C				
D. Verifying County Office shall provide loan making office with list of eligible and ineligible producers immediately after determination is made.		10-SU, subparagraph 62C				
E. Loan making County Office shall provide processors in writing by October 1 a list of producers determined eligible and ineligible for program benefits.		10-SU, subparagraphs 62C				
CERTIFICATION						
7A. Signature of Preparer(s)					7B. Date (MM-DD-YYYY)	
8A. I concur/do not concur the above items have been verified and updated.					<input type="checkbox"/> Concur <input type="checkbox"/> Do Not Concur	
8B. CED Signature for Spotcheck					8C. Date (MM-DD-YYYY)	
9A. I concur/do not concur the above items have been verified and updated.					<input type="checkbox"/> Concur <input type="checkbox"/> Do Not Concur	
9B. DD Signature for Spotcheck					9C. Date (MM-DD-YYYY)	
10. Remarks						
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