

UNITED STATES DEPARTMENT OF AGRICULTURE

Farm Service Agency
Washington, DC 20250

**Loans and Loan Deficiency Payments
for Peanuts
2-LP Peanuts (Revision 9)**

Amendment 5

Approved: Deputy Administrator, Farm Programs



Amendment Transmittal

A Reasons for Amendment

Subparagraph 1 B has been amended to add the Agriculture Improvement Act of 2018 and remove Agricultural Act of 2014.

Subparagraph 3 F has been amended to update e-mail contact and reference 1-PPG.

Subparagraph 3 I has been amended to change DACO to AMS.

Subparagraph 3 J has been amended to update Steps 2 and 3.

Subparagraph 3 N has been amended to update the National Help Desk contact information.

Subparagraph 19 B has been amended to update eligibility dates for crop years.

Subparagraph 26 A has been amended to update eligible quantity crop year dates and moisture ineligibility.

Subparagraph 36 D has been amended to update authorized offsets.

Subparagraph 36 D has been amended to update the requirements for excess moisture.

Subparagraph 37 B and 173 C have been amended to change DACO to AMS

Subparagraph 88 B has been amended to update crop years.

Subparagraph 88 D has been amended to clarify statement of charges.

Subparagraph 120 F has been amended to update crop years and revised eligibility requirements.

Subparagraph 173 C has been amended to update submitting documents to AMS.

Amendment Transmittal (Continued)

A Reasons for Amendment (Continued)

Subparagraph 185 B has been amended to update the authorizing actual crop years.

Subparagraph 391 A has been amended to update crop years.

Exhibit 2 has been amended to change DACO to AMS and update definitions for Seg. 1 and 2 peanuts.

Exhibit 5 has been amended to update contact information.

Exhibit 8 has been amended to record percentages in ranges.

Exhibit 11 has been amended to update peanut rate and premiums.

Exhibit 12 has been amended to update tables for peanut handling and storage rates.

Exhibit 32 has been amended to add an approved DMA to the table.

Exhibit 45 has been amended to update DMA service county office contact information.

Page Control Chart		
TC	Text	Exhibit
	1-1, 1-2	1, pages 3, 4
	1-7 through 1-16	2, pages 1-4
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Part 1 Basic Program Provisions**1 Purpose and Authority****A Handbook Purpose**

This handbook provides instructions and guidelines to State and County Offices for administering loans and LDP's for 2014 and subsequent peanut crops.

B Sources of Authority

Authority for the policies prescribed in this handbook is provided by the following:

- Agricultural Act of 1949, as amended
* * *
- *--Agriculture Improvement Act of 2018--*
- 7 CFR Parts 735, 996, 1405, 1216, 1405, 1421, and 1425
- CCC Charter Act, as amended.

C Delegation of Authority

The authority to approve all loan and LDP forms and documents prepared according to this handbook may be redelegated, in writing according to 16-AO, 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.

1 Purpose and Authority (Continued)

C Delegation of Authority (Continued)

Follow this table for exceptions to redelegate authority for approval of loans and LDP's.

IF the producer is...	THEN the approval authority shall be...
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.

2 Related Handbooks and Web Sites

A Related Handbooks

The following table lists FSA handbooks that contain procedure related to the peanut program.

Handbook	Purpose
9-AO	Audit and investigations.
1-APP	Appeals.
25-AS	State and County Office Record operations.
1-CM	Signatures, estates, trusts, minors, or powers of attorney.
3-CM	Farm, tract, and crop data.
10-CM	Farm reconstitutions.
1-CMA	CMA and DMA common loan and LDP procedure.
2-CP	Reporting acreage.
4-CP	Schemes, devices, or failure to fully comply.
6-CP	HELC and WC provisions.
7-CP	Misaction, misinformation, or equitable relief.
1-FI	Processing payment initiated through NPS.
3-FI	Handling remittances.
50-FI	Interest rates.
58-FI	Establishing claims.
61-FI	Prompt payment provisions.
62-FI	Reporting to IRS.
63-FI	Assignment and Joint Payment System.
64-FI	Establishing and reporting receipts and receivables in NRRS.

3 Responsibilities (Continued)

F Peanut Handler and/or Sheller Responsibilities (Continued)

Step	Action
5	Contact the FSA National Help Desk for questions about transmissions to PMP-DC. See subparagraph N for FSA National Help Desk information.
6	*--Contact Dana Wood at dana.wood@usda.gov before sending test--* transmissions to PMP-DC.
7	Ensure that all FSA-1007 records processed by all affiliated buying points are transmitted daily to PMP-DC following the guidelines issued by FSA.
8	*--Contact Dana Wood at dana.wood@usda.gov to request a new--* transmission ID and password to transmit to PMP-DC.
9	Inform peanut producers that warehouse-stored MAL's will be processed based on the warehouse receipt for peanuts.
10	Instruct affiliated buying points that corrections to peanut grading and inspection data will be handled by Federal-State Inspection Service, AMS. Transmitted records with errors in FSA-1007, Section I will be superseded upon approval by the Federal-State Inspection Service, AMS inspector. Note: There is no need to notify the County Office of superseded or corrected FSA-1007's.
11	Submit end-of-season reconciliation file (Recon.dat) to ITSD after completing all marketing activities for the crop year according to the specific crop year's Peanut Marketing Guidelines, Exhibit 1.1 that is available on the PSD web site.
12	Complete the online peanut handlers and/or shellers and buying point profile survey at https://apps.fsa.usda.gov/pmp-web .
13	Print the buying point number where the peanuts were inspected on the warehouse receipt for peanuts. If using EWR, complete the "Buying Point Number" field as identified in the file layout when creating the receipt.
14	*--Follow 1-PPG issued by PSD for applicable crop year that is available on the PSD website.
15	If using EWR, follow the requirements issued by the provider and 1-PPG, Exhibit 5.--*

3 Responsibilities (Continued)

G Buying Point Responsibilities

--Buying points must do the following.--

Step	Action
1	Install peanut buying point hardware and software following the instructions provided by the affiliated peanut handlers and/or shellers.
2	Continue to use the assigned buying point number and handler number. Note: New buying point numbers will be assigned by AMS. See Exhibit 5 for Federal-State Inspection Service, AMS contact information.
3	Follow the instructions issued by the handler and/or sheller about FSA-1007 processing and transmissions.
4	Contact the affiliated handler and/or sheller representative for technical software support.
5	Inform peanut producers that warehouse-stored MAL's will be processed based on the warehouse receipt for peanuts.
6	Contact Federal-State Inspection Service, AMS for questions about peanut grading, *--inspection, and SC-95 authentication code signatures.--*
7	Direct peanut producers to their local County Office for questions about warehouse-stored MAL's and eLDP's.
8	Create a backup of all FSA-1007 transmissions and keep the backup until all marketings for the crop year have been reconciled.
9	Print the buying point number on the warehouse receipts for peanuts if issuing receipts from this location.
10	Follow Guidelines for Peanut Marketing Activity issued by PSD for applicable crop year that is available on the PSD web site.

H Federal-State Inspection Service, AMS Responsibilities

Federal-State Inspection Service, AMS shall do the following.

Step	Action
1	Continue to assign buying point numbers and notify ITSD and PSD of newly assigned numbers.
2	Sign and date FSA-1007, Section I.
3	Approve superseded FSA-1007 to correct errors in a transmitted FSA-1007, Section I.
4	*--Handle questions about grading, inspection, and SC-95 authentication code--* signatures.
5	Issue official FSA-1007 serial numbers provided by PSD.

3 Responsibilities (Continued)

*--I AMS Responsibilities

AMS will do the following.--*

Step	Action
1	Handle questions about peanut warehouses storing farmer stock peanuts offered as collateral for warehouse-stored MAL's.
2	Handle issues about rates for storage, receiving, and loadout for warehouse-stored loan collateral and forfeited peanuts, when applicable.
3	Handle questions about peanut storage agreements and warehouse receipts for peanuts.
4	Handle warehouse receipt corrections for peanuts, as applicable.
5	Maintain a current list of approved peanut warehouses. A list is available at https://internet-dotnet.fsa.usda.gov/approved whses/peanuts/approved peanut whses.asp .
6	Maintain custody of warehouse receipts and other documents representing commodities owned by CCC.
7	Assist County Offices with identifying potential buyers for local sales, if necessary.

J EWR Provider Responsibilities

--The provider will do the following.--

Step	Action
1	Provide assistance and information to handler and/or sheller interested in using EWR's at their warehouse locations.
2	*--Store and maintain copies of all EWR's in a secure manner.
3	Provide County Offices with warehouse receipt data to process loans in CLPS--* and eLDP's.

K CED Responsibilities

--CED's will:--

- carry out the day-to-day operations of the peanut program according to COC determinations and this handbook
- contact the State Office for peanut program assistance.

3 Responsibilities (Continued)

L Nondiscrimination Responsibilities

STC or COC shall **not**, on the basis of race, color, national origin, age, disability, and where applicable, sex, marital status, familial status, parental status, religion, sexual orientation, political beliefs, genetic information, reprisal, bar any producer from participating in, or otherwise subject any producer to discrimination with respect to any benefits result from STC or COC approval to participate in a loan or LDP program.

M Outreach Responsibilities

STC and COC shall ensure that peanut program information and awareness is communicated to underrepresented individuals, groups, and communities. Underrepresented individuals, groups, and communities may include, but are **not** limited to, minority, women, small producers, and new producers.

N FSA National Help Desk Contact Information

*--Designated handler and/or sheller representatives may call the FPAC Service Desk at **800-255-2434**, for technical support relating to PMP-DC and FSA-1007 transmissions, as--* follows:

- for eAuthentication account credentials and password reset, select “1”
- for PMP-DC questions, select “2” (Applications and Programs) and do the following:
 - tell Service Desk that assistance is required for PMP-DC * * *
 - *--ask Service Desk representative to assign the incident to the **FPAC Service Desk**.

FPAC Service Desk calls will be answered directly Monday through Friday from 6 a.m. until 6 p.m. CT.--*

Note: Calls received after work hours will be recorded by voicemail and returned the next workday morning.

4, 5 (Reserved)

18 Producers Obtaining Loans or LDP's Through CMA's and DMA's

A CMA and DMA Eligibility

CMA's and DMA's approved by CCC to participate in loan and LDP programs may obtain loans or LDP's on eligible peanuts for CMA or DMA members who are eligible to receive price support.

An approved:

- CMA is considered an eligible producer
- DMA is considered to be an eligible entity.

Note: See 1-CMA, Exhibit 6 for approved peanut CMA's and DMA's.

B Determining Member Eligibility

Member eligibility is determined according to 1-CMA, Part 7.

C Farm-Stored Loans and LDP's

Contact PSD through State and County Offices to determine eligibility, based on the approved CMA or DMA agreement, each year for the first loan or LDP CMA requests for farm-stored peanuts.

D Approved Peanut CMA's and DMA's

See 1-CMA, Exhibit 6 for a list of approved CMA's and DMA's.

19 Eligible Peanuts

A Definitions

[7 CFR 996.13] Farmer stock peanuts mean picked and threshed peanuts that have **not** been shelled, crushed, cleaned, or otherwise changed (**except** for removal of foreign material, LSK's, and excess moisture) from the form in which customarily marketed by producers.

Seg. 1 peanuts mean farmer stock peanuts with **not** more than 3.49 percent damaged kernels or more than 1.00 percent concealed damage caused by RMD and which are free from visible *Aspergillus flavus*.

Seg. 2 peanuts mean farmer stock peanuts with more than 3.49 percent damaged kernels or more than 1.00 percent concealed damage caused by RMD and which are free from visible *Aspergillus flavus*.

Seg. 3 peanuts mean farmer stock peanuts with visible *Aspergillus flavus*.

B Basic Eligibility Requirements

*--To be eligible for 2019 through 2023 crop year loans and LDP's peanuts **must**:--*

- have been produced by an eligible producer
- be in existence and in storable condition
- be merchantable, and **must not** contain:
 - toxin-producing molds
 - other substances poisonous to humans or animals
- meet the definition of peanuts in 7 CFR Part 996

Section 3 Quantity and Quality Determinations

26 Quantity Eligible for Loan or LDP

A Eligible Quantity

--Any 2019 through 2023 peanut crop produced by a producer on a farm is considered-- eligible, **except** as provided in paragraph 27.

For loan eligibility, peanuts:

- *--**must not** contain less than 2.50 percent, and no more than 10.49 percent moisture

Note: Peanuts exceeding 10.49 percent moisture are ineligible for a nonrecourse loan.--*

- that contain more than 4.0 percent foreign material will be discounted according to the peanut discounts table in Exhibit 8.

--Eligible quantities for MAL's on warehouse-stored Seg. 1, 2, and 3 peanuts must be in-- "Total Tons", that is the sum of "Net Tons" and Net LSK Tons", from the warehouse receipt for peanuts.

B Approved Storage

Peanuts stored in approved farm-storage structures are eligible for farm-stored loans. Eligible farm-storage structures **must**:

- be located on or off the farm, excluding public warehouses
- provide safe storage for the peanuts through the loan maturity date
- be measurable.

Peanuts can be stored in bags, if all of the conditions in 8-LP, paragraph 522 are met for storing commodities in bags.

Warehouse-stored loans are available only on peanuts actually stored in CCC-approved warehouse operating under an approved Peanut Storage Agreement at the time either of the following occurs:

- warehouse-stored loan is requested
- farm-stored loan collateral is transferred to warehouse-storage.

C Farm-Stored Peanuts

Farm-stored loans and LDP's will be limited to 100 percent of the eligible certified or measured quantity for initial loan disbursements and LDP's made during the loan availability period.

26 Quantity Eligible for Loan or LDP (Continued)

D Warehouse-Stored Peanuts

For warehouse-stored peanuts, price support will be limited to 100 percent of the eligible net quantity, including LSK's, recorded on warehouse receipts submitted during the loan availability period.

Note: If the quantity on the receipt represents eligible and ineligible quantities, require the producer to obtain a receipt representing **only** the eligible quantity. Any cost for replacement receipts shall be paid by the producer.

E Individual Loans or LDP's

Any eligible peanuts **not** delivered to an approved CMA shall be eligible for individual loans or LDP's, according to subparagraph A.

F CMA Loans or LDP's

Approved CMA's shall be eligible for farm- and warehouse-stored loans or LDP's on the eligible quantity that CMA members deliver to CMA for which requests are filed according to subparagraph A.

Note: See paragraph 18 for additional eligibility requirements for CMA's requesting farm-stored loans or LDP's.

G DMA Loans or LDP's

Approved DMA's shall be eligible for farm- and warehouse-stored loans or LDP's on the eligible quantity that producers deliver to DMA for which requests are filed according to subparagraph A.

***--Note:** Use 8-LP, paragraph 336, to determine the approximate quantity eligible for loan or LDP.--*

H LDP Quantity Requested and Denied

Peanuts requested for LDP and denied because of AGI provisions or because payment limitation has been met are **only** eligible for nonrecourse loan and has to be repaid at ***--principal plus interest or through CCE.--***

Section 4 Warehouse Receipt Requirements

36 General Warehouse Receipt Requirements

A Basic Requirements

All warehouse receipts **must**:

- represent eligible peanuts actually stored in a CCC-approved warehouse with CCC-25
- be negotiable, if paper receipt, or loanable, if EWR
- be issued to the producer, or in the case of loans made to approved CMA's, be issued to CMA
- be endorsed on the back by the producer, if using paper receipts to vest title in the holder
- for EWR's, CCC **must** be made the current holder
- show ownership if peanuts are owned by the warehouse operator solely, jointly, or in common with others
- *--contain a statement that the peanuts are insured (warehouse operator coverage)--*
- meet requirements for peanut EWR, if using electronic receipts.

B Required Entries

Each warehouse receipt **must** show:

- amount of prepaid load-in or load-out charges, if any
- commingled peanuts, if applicable
- date warehouse receipt was issued
- grading factors, moisture, and damage
- name and address of producer
- name and address of storing warehouse
- net weight, including weight of LSK's
- Seg.
- signature of warehouse operator or authorized agent
- State where the peanuts were inspected
- storage date
- type (only 1 type of peanuts is permitted for each loan or LDP)
- warehouse code assigned by CCC
- warehouse receipt number.

36 General Warehouse Receipt Requirements (Continued)

* * *

C Authorized Offsets

Offsets from the loan proceeds may be made for amounts contained on a separate statement of unpaid charges or a separate bill for unpaid charges. Unpaid charges **must** be associated with the handling of the commodity represented by the warehouse receipt and the marketing of the commodity pledged as loan collateral.

*--County Offices are authorized to offset charges associated with:

- cleaning
- drying
- custom harvesting
- seed account
- storage.

* * *

State and County Offices and DMA's **must** request written DAFP concurrence for any charges, except for cleaning, drying, custom harvesting, seed accounts, and storage costs associated with the handling of peanuts that will be offset from a producer's loan proceeds.

*--**Note:** If the State's peanut assessment has been authorized by DAFP as an authorized--* offset not taken through the CLPS software, provisions of this paragraph apply.

D Excess Moisture

--Peanut warehouse receipts showing moisture that exceeds 10.49 percent are ineligible for a nonrecourse loan.--

* * *

If sheller and/or handler and producers agree to use the high moisture grading process, the *--high moisture content grade percentages are to be reflected on FSA-1007 and the warehouse receipt.

The FSA-1007 was enhanced to also include HMG conversion in Section II. If the producer, handler/sheller, and buying point agree that the HMG process will be used, the converted HMG should be placed in the applicable grade factor categories of marketing in Section II of the FSA-1007. If the HMG process is used, the HMG conversion factors in Section II are to be transmitted to the PMP-DC in Kansas City.--*

37 Electronic Warehouse Receipt Requirements

A Background

FSA's web-based EWR system:

- provides functionalities needed to process EWR's for price support
- eliminates manual entry of warehouse receipt data when processing MAL's and LDP's
- interfaces with the EWR provider system to handle EWR's issued by warehouses on behalf of the producer.

Note: Paper warehouse receipts are acceptable for requesting peanut MAL's and will be processed in the normal manner.

Authorized FSA employees can access the web-based EWR system using their eAuthentication user ID and password. See 15-PS and 16-PS.

B Definitions [7 CFR 735.3]

CFS means an electronic system operated and maintained by a provider, as a disinterested third party authorized by AMS, where information relating to warehouse receipts, USWA documents, and other electronic documents are recorded is maintained in a confidential and secure fashion independent of any outside influence or bias in action or appearance.

EWR means a warehouse receipt authorized by AMS to be issued or transmitted under USWA in the form of an electronic document.

Holder means a person that has possession in fact or by operation of law of a warehouse receipt, USWA electronic document, or any electronic document.

Provider means a person authorized by AMS, as a disinterested third party, that maintains 1 or more confidential and secure electronic systems independent of any outside influence or bias in action or appearance.

C Functionalities

FSA's web-based EWR system interfaces with CLPS, and LDP is used when producers apply for MAL or LDP.

38-45 (Reserved)

Section 5 (Reserved)

46-75 (Reserved)

88 Loanmaking for Warehouse-Stored Loans

A Acceptable Receipts

Producers must present acceptable warehouse receipts with their loan request.

--Acceptable warehouse receipts may either be paper receipts or EWR's recorded in a--
CFS maintained in 1 or more locations that are approved by FSA to operate such system.

Notes: Currently, peanut warehouses issue EWR's through a single provider (EWR, Inc.).

See Part 6, Section 10, for information on EWR's.

If any information on the warehouse receipts is incorrect or otherwise unacceptable
--for recording the loan in CLPS, County Offices will:--

- **not** approve the loan
- require the producer to do the following **before** approving the loan:
 - submit acceptable warehouse receipts
 - obtain CCC-679, if applicable
 - sign CCC-678.

B Warehouse Storage Charges

--The Agriculture Improvement Act of 2018 requires CCC to pay storage, handling, and--
other associated costs for peanuts that are forfeited. As a result, the warehouse-stored loan
rate will **not** be reduced if the warehouse receipt issued by the warehouse has **not** been paid
through the loan maturity date.

For peanuts that are placed under the warehouse-stored MAL that are subsequently forfeited
to CCC, CCC will pay storage from the date the documents are received to loan maturity,
handling, and associated costs.

Note: Producers are responsible for storage from the date the commodity is deposited to the
day before the documents are received.

C In-Handling Charges

*--The Agriculture Improvement Act of 2018 requires CCC to pay handling and other
associated costs other than storage, when peanuts are placed in the MAL Program for the
2019 through 2023 crop years. The Commodity Operations Division will continue to be
responsible for setting these rates for the 2019 through 2023 crop years.--*

88 Loanmaking for Warehouse-Stored Loans (Continued)**C In-Handling Charges (Continued)**

In-handling charges must be:

- paid to the storing warehouse at the time the loan is disbursed
- repaid when MAL is redeemed.

* * *

See Exhibit 12 for in-handling charges.

D Statement of Charges

8-LP, paragraph 547 provides policies for authorizing offsets of amounts, contained on a separate statement of unpaid charges or a separate bill for unpaid charges, from the loan proceeds. These charges **must** be associated with the:

- handling of the commodity represented by the warehouse receipt
- marketing of the commodity pledged for loan collateral.

*--For peanuts, County Offices are authorized to **only** offset charges from the producer's loan proceeds associated with authorized charges in subparagraph 36 C. These charges are **not** considered a lien, but **must** be included on CCC-679, item 5 (c), if an offset will be made for these charges.

Note: If statement of approved charges is submitted by the sheller, the producer **must** sign the statement of charges. CCC-679 **must** be completed according to this subparagraph. However, if **no** lien exists, then at the bottom of CCC-679 write, "**No liens found**". A signature is **not** required on CCC-679 when no liens are found.--*

89-99 (Reserved)

Section 3 (Reserved)

100-119 (Reserved)

120 **Loan Repayment Provisions (Continued)****F Denied Market Gains**

Part or all of a producer's calculated market gain may be denied if **any** of the following apply:

* * *

- AGI exceeds \$900,000, unless using CCE

* * *

- permitted entity share is less than 100 percent.

*--The person or entity who is not AGI compliant is eligible for MAL, but the loan **must** be repaid at principal plus interest, or by a CCE if in effect.

If there is a market gain for a commodity, the denied gain should be equal to the share of the producer who is determined to be ineligible for a market loan gain.--*

* * *

--For crop years 2019 and subsequent crop year MAL's, follow the user guide-- titled, "Interim Process for Attributing Market Gain and Loan Deficiency Payments to Check Eligibility and Control Payment Limitation" that is available on the PSD web site.

120 Loan Repayment Provisions (Continued)**G Market Gain Reported to IRS**

Market gain means the difference between the loan principal amount and CCC-determined value.

The amount of market gain is reported to IRS for Federal income tax purposes and shall be included on CCC-1099. See 62-FI for additional information.

H Repayment of Warehouse-Stored Loan In-Handling Charges

In-handling charges paid to the storing warehouse, when the loan was disbursed, will be added to the total repayment amount due on the loan quantity being redeemed. The amount of handling charges due shall be calculated by multiplying the loan quantity being redeemed times the CCC-approved handling charges applicable to the loan.

The calculated amount shall be:

- displayed on repayment * * *
- printed in CCC-500, "Remarks" section
- added to the amount due at repayment.

I Acceptable Forms of Payment

County Offices shall accept the following forms of payment from producers or buyers as repayment for loans:

- cash
- certified or cashier's checks
- money orders
- wire transfer (subparagraph S)
- checks issued, at the producer's request payable solely to CCC or the applicable County Office
- to CCC and other applicable lienholders
- solely to CCC or the applicable County Office

173 Handling Settlements**A Preparing CCC-691**

Schedule deliveries and prepare CCC-691 according to 8-LP, Part 8, Section 2. If local sale is applicable, conduct sale and issue CCC-691 according to 8-LP, Part 8, Section 3.

B CCC-692

Process the settlement in CLPS according to 16-PS to generate CCC-692. If the settlement results in an amount due:

- the payable amount for the producer shall be transferred to NPS for payment by EFT or Treasury check
- CCC, send the producer a notification letter for the amount due, or collecting any deficiency, according to 8-LP, paragraph 823 and 8-LP, Exhibit 11, subparagraph A.

County Offices shall distribute CCC-692's as follows:

- place the original in the producer's loan folder
- attach a * * * copy of CCC-691
- provide a copy to the producer.

C Submitting Documents to KCCO

--County Offices will submit the following documents to AMS according to 8-LP,-- paragraph 826:

- copy of CCC-691
- copy of CCC-692
- supplemental certificates, if applicable
- warehouse receipt, if applicable
- any additional documents necessary to support the settlement.

173 Handling Settlements (Continued)

D Releasing CCC-677 After Settlement

After the commodity has been delivered, settlement completed, and documents transmitted to KCCO, County Offices shall:

- mark the original CCC-677, “**DELIVERED**”
- return CCC-677 to the producer.

If **either** of the following apply, do **not** release CCC-677 to the producer:

- loan deficiency exists and has **not** been satisfied
- loan amount has been transferred to claims and has **not** been paid.

174-184 (Reserved)

Section 2 Peanut Loan Forfeitures**185 Warehouse-Stored Peanut MAL Forfeitures****A Peanut Forfeitures**

Peanut warehouse-stored loan forfeitures should be processed in CLPS the next workday after loan maturity. There is **no** waiting period after the loan maturity date.

B Warehouse Charges on Peanuts Forfeited to CCC

--The Agriculture Improvement Act of 2018 authorizes CCC to pay storage, handling, and other associated costs for all peanuts pledged as collateral for MAL during the 2019 through 2023 crop years that are subsequently forfeited to CCC.--

If a warehouse-stored MAL is forfeited. The producer is responsible for storage charges from the “Storage Start Date” (Exhibit 2) through the day before the “Date Document Received” date (Exhibit 2). A receivable for the storage costs, from the “Storage Start Date” to the day before the “Date Document Received” date, will be created at forfeiture.

C Handling Charges

Handling charges paid when the loan was disbursed are **not** required to be repaid.

185 Warehouse-Stored Peanut MAL Forfeitures (Continued)**D Storage Charges**

Producers are responsible for paying warehouse storage charges for forfeited peanuts from the “Storage Start Date” through the “Date Document Received” date.

If MAL is **not** repaid within the 9-month period and peanuts are subsequently forfeited to CCC, storage charges will be handled as follows.

IF storage charges were...	THEN CCC will pay storage charges to the...
paid through loan maturity	producer will be refunded the storage paid through maturity.
not fully paid	storing warehouse from either of the following, as applicable: <ul style="list-style-type: none"> • starting the day after loan maturity through final disposition • later of the “Date Storage Paid Through” or “Date Document Received” through final disposition, when applicable.

Note: The producer will be billed for storage charges incurred from the “Storage Start Date” through the day before the “Date Document Received” date, if applicable. CCC will use “Date Storage Paid Through” on the receipt to determine to whom and when storage will be refunded.

E Releasing CCC-678 After Forfeiture

After warehouse receipts have been forfeited:

- mark the original CCC-678, “**FORFEITED**”
- return CCC-678 to the producer
- file a copy in the loan folder
- *--if using EWR, reason code “9 - Forfeiture” will be used in the CLPS forfeiture process.--*

186-189 (Reserved)

Part 7 Peanut DMA's

Section 1 General Provisions

391 Overview

A Availability

According to 7 CFR Part 1421 Subpart E, under CCC's peanut MAL program, peanut MAL's and LDP's are available to peanut producers according to the general regulations governing 2019 through 2023 peanut crops. Peanut producers may obtain MAL's and LDP's from any of the following:

- CMA's
- DMA's
- FSA County Offices.

B Related Handbooks

FSA handbooks that DMA's **must** have and be knowledgeable of, related to peanut MAL's and LDP's include the following:

- 1-CM for signature and authorization requirements for FAXed signatures, powers of attorney, and assignments
- 1-CMA for producer and payment eligibility information
- 1-FI for processing payment through NPS
- 3-FI for handling remittances
- 50-FI for CCC interest rates
- 58-FI for managing receivables and claims
- 63-FI for financial services and Web applications
- 8-LP for general MAL and LDP provisions
- 5-PL for payment eligibility, payment limitation, and AGI for Agriculture Improvement Act of 2018
- 16-PS for CLPS procedure.

392 DMA Responsibilities**A DMA Action as Agent for CCC**

DMA shall act as CCC's agent for the following purposes:

- preparing and executing CCC peanut MAL and CCC-633 EZ documents
- determining that producers and the commodity are eligible for MAL's, LDP's, or marketing gain
- determining that eligible peanuts are free and clear of all liens by performing lien searches at DMA expense
- instructing the holder of EWR's, if applicable, to notify EWR provider to amend EWR to show CCC is the holder
- receiving CCC funds from DMA service County Office, previously approved by CCC, for peanut MAL or LDP amounts shown on MAL or LDP documents presented to the DMA service County Office
- disbursing CCC peanut MAL and LDP proceeds to individual producers who have beneficial interest in eligible peanuts
- preparing and executing documents for MAL repayments
- collecting repayment funds from producers or buyers and transmitting repayments funds to CCC
- transmitting documents to render forfeited collateral to CCC
- collecting data for reporting to CCC, as required by CCC.

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

Forms (Continued)

Number	Title	Display Reference	Reference
SC-95	Federal-State Inspection Service Peanut Inspection Notesheet		3, 18, 86
SF-LLL	Disclosure of Lobbying Activities		235, 435
SF-1199A	Direct Deposit Sign-Up Form		211
SF-3881	ACH Vendor/Miscellaneous Payment Enrollment Form		211
UCC-1	Financing Statement		86, 87, 225
UCC-1F	Effective Financing Statement		86

Abbreviations Not Listed in 1-CM

The following abbreviations are **not** listed in 1-CM.

Approved Abbreviations	Term	Reference
CFS	Central Filing System	3, 88, 365, 366, Ex. 2
CCE	Commodity Certificate Exchange	16, 26, 120, 140
ELK	extra-large kernels	236, 291, Ex. 11, 32
HMG	high moisture grade	36
LSK	loose shell kernel	Text, Ex. 2, 11, 32
MLG	market loan gain	16, 235, 277, 393, Ex. 2
NLR	national loan rate	18, 86, 172, 236, 277
NPB	National Peanut Board	86, 235, 236
NPP	national posted price	Text
PMP-DC	FSA Peanut Market Place-Data Collection	3
RMD	rancidity, mold, and decay	18, 236, 291, 241, Ex. 2, 32
RUN	runner peanuts	18, 225, 235, 236, 291, 367, Ex. 11, 32
Seg.	segregation	Text, Ex. 2, 11
SMK	sound mature kernels	86, 236, 291, Ex. 11, 32
SPE	Spanish peanuts grown in the Southeast area	18, 225, 235, 236, 291, 367, Ex. 11, 32
SPW	Spanish peanuts grown in the Southwest area	18, 225, 235, 236, 291, 367, Ex. 11, 32

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

Abbreviations Not Listed in 1-CM (Continued)

Approved Abbreviations	Term	Reference
TSR	Transaction Summary Report	252
USWA	U.S. Warehouse Act	365, Ex. 2
VAL	Valencia peanuts	18, 225, 235, 236, 291, 367, Ex. 11, 32
VIR	Virginia peanuts	18, 225, 235, 236, 291, 367, Ex. 11, 32
WRSP	Warehouse Receipt Summary for Peanuts	235, 236

Redelegations of Authority

The following table lists redelegations of authority in this handbook.

Redelegation	Reference
<p>The authority to approve all loan and LDP forms and documents prepared according to this handbook may be redelegated, in writing according to 16-AO, by:</p> <ul style="list-style-type: none"> • 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. <p>Reminder: Cross training in all applicable program areas shall be completed before signing authority redelegation is made.</p>	1

Follow this table for exceptions to redelegate authority for approval of loans and LDP's.

IF the producer is...	THEN the approval authority shall be...
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.

Definitions of Terms Used in This Handbook

Central Filing System (CFS)

CFS means an electronic system operated and maintained by a provider, as a disinterested third party authorized by AMS, where information relating to warehouse receipts, USWA documents, and other electronic documents are recorded is maintained in a confidential and secure fashion independent of any outside influence or bias in action or appearance.

“Date Document Received” Date

“Date Document Received” date means the date all required loan documents are received by the County Office.

EWR

EWR means a warehouse receipt authorized by AMS to be issued or transmitted under USWA in the form of an electronic document.

Definitions of Terms Used in This Handbook (Continued)

Eligible Producer

Eligible producer means a person or legal entity that:

- has complied with annual program requirements including:
 - reporting acreage for all cropland on the farm according to 2-CP and 8-LP, subparagraph 200 A
 - completing AD-1026 according to 6-CP for producer and all affiliated persons
 - completing CCC-941 according to 5-PL for 2014 through 2018 crop years for producer and all affiliated persons

Note: CCC-941 is **not** needed on file at loan disbursement, but is required if MLG is *--applicable or applying for LDP. It is not required for CCE repayment. See 8-LP, paragraph 794.--*

- completing applicable CCC-902 if repaying a loan with a market gain or requesting LDP according to according to 5-PL, paragraph 41

Note: COC **must** make the following determinations, if repaying a loan with a market gain or requesting LDP:

- actively engaged in farming
 - cash rent tenant
 - member contribution.
- has a beneficial interest in the eligible commodity for which a loan or LDP is requested
- shares in the risk of producing the applicable commodity.

Definitions of Terms Used in This Handbook (Continued)**Farmer Stock Peanuts**

Farmer stock peanuts mean picked and threshed peanuts which have **not** been shelled, crushed, cleaned or otherwise changed (**except** for removal of foreign material, LSK's, and excess moisture) from the form in which customarily marketed by producers.

Holder

Holder means a person that has possession in fact or by operation of law of a warehouse receipt, USWA electronic document, or any electronic document.

Legal Entity

Legal entity means an entity that either:

- owns land or an agricultural commodity, product, or livestock
- produces an agricultural commodity, product, or livestock.

LDP

LDP means payments made to producers who, although eligible to obtain MAL, agree to forgo the loan in return for a payment on eligible peanuts.

Provider

Provider means a person authorized by DACO, as a disinterested third party, that maintains 1 or more confidential and secure electronic systems independent of any outside influence or bias in action or appearance.

Definitions of Terms Used in This Handbook (Continued)**Seg. 1 Peanuts**

*--Seg. 1 peanuts means farmer stock peanuts with **not** more than 3.49 percent damaged kernels or no more than 1.00 percent concealed damage caused by RMD, and that are free from visible--* *Aspergillus flavus*.

Seg. 2 Peanuts

--Seg. 2 peanuts means farmer stock peanuts with more than 3.49 percent damaged kernels or-- more than 1.00 percent concealed damage caused by RMD and that are free from visible *Aspergillus flavus*.

Seg. 3 Peanuts

*--Seg. 3 peanuts means farmer stock peanuts with visible *Aspergillus flavus*.--*

“Storage Start Date”

“Storage Start Date” means the date the commodity was deposited into the warehouse.

Federal-State Inspection Service Contact Information

The following are FSIS contact persons, addresses, and telephone numbers.

Southeast (Georgia, Alabama, Florida and Mississippi)	
Federal Contacts	State Contacts
Mr. Richard Marowski Mr. William Shoulders Federal Program Managers USDA, AMS, SCP, Specialty Crops Inspection Division 98 3 rd Street Winter Haven, FL 33880 Telephone: 863-299-7132 FAX: 863-299-7814	Mr. Jeff Jeffers Alabama Federal-State Inspection Service PO Box 1368 Dothan, AL 36302 *--Telephone: 347-792-6525; FAX: 334-393-2025--* * * * Mr. Marlon Clements *--Florida Division of Fruits and Vegetables Department of Agriculture and Consumer Services 170 Century Blvd. Bartow, FL 33830 Telephone: 863-578-1937; FAX: 863-578-1901--* Mr. Randall Taylor Georgia Federal-State Inspection Service PO Box 71767 Albany, GA 31708-1767 *--Telephone: 229-432-6201; FAX: 229-438-8920--* Mr. Kevin Riffin MDAC/Federal State Inspection Service PO Box 1609 Jackson, MS 39215-1609 Telephone: 601-359-1138; FAX: 601-359-1175

Federal-State Inspection Service, Contact Information (Continued)

The following are FSIS contact persons, addresses, and telephone numbers. (Continued)

Virginia-Carolina (Virginia, North Carolina, and South Carolina)	
Federal Contacts	State Contacts
Mr. Alan Novakowski Mr. Gary Crane Federal Program Managers USDA, AMS, SCP, Specialty Crops Inspection Division 8610 Baltimore Washington Blvd. Suite 212 Jessup, MD 20794 Telephone: 301-317-5365 FAX: 301-317-5438	Mr. Ronnie Wynn NCDA Cooperative Grading Service PO Box 588 Williamston, NC 27892 Telephone: 252-792-1672; FAX: 252-792-4784 *-- Mr. Jack Dantzler South Carolina Inspections and Grading Phillips Market Center 117 Ballard Ct. West Columbia, SC 29172 Telephone: 803 737-4597--* Ms. Teresa Byrd VDACS, Peanut Marketing Program PO Box 1130 Suffolk, VA 23434 Telephone: 757-925-2286; FAX: 757-925-2275

Federal-State Inspection Service, Contact Information (Continued)

The following are FSIS contact persons, addresses, and telephone numbers. (Continued)

Southwest (Texas, Oklahoma, New Mexico, and Arkansas)	
Federal Contacts	State Contacts
Mr. Edgar Rippee Mr. Harley Olinske Federal Program Managers USDA, AMS, SCP, Specialty Crops Inspection Division 1511 NE Parvin Road Kansas City, MO 64116 Telephone: 816-453-4926 FAX: 816-453-4914 *--Mr. Nate Tickner USDA, AMS FVP, SCI Washington, DC 20250 Telephone: 202 720-0477 FAX: 202-720-0393--*	Mr. Russell Beamsley Texas Cooperative Inspection Program PO Box 368 Gorman, TX 76454 Telephone: 254-734-3006; FAX: 254-734-3009 Mr. Stacy Gerk New Mexico Federal-State Inspection Service PO Box 483 Portales, NM 88130 Telephone: 575-356-8393; FAX: 575-356-6464 * * * *--Mr. Steve Bowlan 1 Natural Resources Drive Arkansas State Plant Board Little Rock, AR 72205 Telephone: 501-225-1598 Ext. 255--*

Peanut Rates and Premiums

*--The following table provides peanut rates and premiums for the 2019 crop year.

Seg. 1 Peanuts		
Peanut Type	2019 Crop Year	
	National Loan Rate Per Ton	Rate Per Percent Total SMK
"RUN"	\$354.13	\$4.808
"SPE"	\$346.70	\$4.784
"SPW"	\$346.70	\$4.784
"VAL"	\$360.94	\$5.399
"VIR"	\$360.94	\$4.904
All Peanut Types		
"LSK"	\$140	
"Other Kernels"		\$1.40
"ELK", Virginia only		\$0.35
Seg. 2 and 3 Peanuts		
Peanut Type	2019 Crop Year	
	National Loan Rate Per ton	
"RUN"	\$123.95	No Additional Premiums and Discounts
"SPW"	\$121.35	
"SPE"	\$121.35	
"VAL"	\$126.33	
"VIR"	\$126.33	

--*

Peanut Rates and Premiums (Continued)

The following table provides peanut rates and premiums for the 2018 crop year.

Seg. 1 Peanuts		
Peanut Type	2018 Crop Year	
	National Loan Rate Per Ton	Rate Per Percent Total SMK
"RUN"	\$354.49	\$4.806
"SPE"	\$345.84	\$4.782
"SPW"	\$345.84	\$4.782
"VAL"	\$359.80	\$5.398
"VIR"	\$359.80	\$4.902
All Peanut Types		
"LSK"	\$140	
"Other Kernels"		\$1.40
"ELK", Virginia only		\$0.35
Seg. 2 and 3 Peanuts		
Peanut Type	2018 Crop Year	
	National Loan Rate Per ton	
"RUN"	\$124.07	No Additional Premiums and Discounts
"SPW"	\$121.04	
"SPE"	\$121.04	
"VAL"	\$125.93	
"VIR"	\$125.93	

Peanut Rates and Premiums (Continued)

The following table provides peanut rates and premiums for 2017 crop year.

Seg. 1 Peanuts		
Peanut Type	2017 Crop Year	
	National Loan Rate Per Ton	Rate Per Percent Total SMK
"RUN"	\$354.32	\$4.802
"SPE"	\$343.60	\$4.778
"SPW"	\$343.60	\$4.778
"VAL"	\$360.46	\$5.411
"VIR"	\$360.46	\$4.898
All Peanut Types	#	#
"LSK"	\$140	#
"Other Kernels"	#	\$1.40
"ELK", Virginia only	#	\$0.35
Seg. 2 and 3 Peanuts		
Peanut Type	2017 Crop Year	
	National Loan Rate Per ton	#
"RUN"	\$124.01	No Additional Premiums and Discounts
"SPW"	\$120.26	
"SPE"	\$120.26	
"VAL"	\$126.16	
"VIR"	\$126.16	

* * *

Peanut Handling and Storage Rates

*--The following table provides the 2019 peanut handling and storage rates

Handling Rates (per ton)			
State	Load- In Charges (when delivery requested by CCC)	Load-Out Charge	Monthly Storage Rate
Alabama	\$8.00 per ton	\$20 per ton	\$2.71 per ton (daily storage rate is \$0.089)
Arkansas			
Florida			
Georgia			
Mississippi			
New Mexico			
North Carolina			
Oklahoma			
South Carolina			
Texas			
Virginia			

The following table provides the 2018 and 2019 crop approved rates.

Warehouse Charges and Grading and Inspection Rates		
State	Crop Year 2018	Crop Year 2019
Alabama	\$36.65	\$36.65
Arkansas	\$37.50	\$37.50
Florida	\$35.70	\$35.70
Georgia	\$34.85	\$34.85
Mississippi	\$37.50	\$37.50
New Mexico	\$36.00	\$36.00
North Carolina	\$36.25	\$36.75
Oklahoma	\$38.10	\$39.00
South Carolina	\$37.50	\$37.50
Texas	\$37.10	\$37.10
Virginia	\$37.95	\$37.95

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DMA Preprocessed File Specifications

A File Naming Conventions and Standards

Format standards require that each peanut loan/LDP receipt data file name consist of the following:

- a 3-character alphabetic prefix code that identifies the creating entity

Note: PSD shall issue the prefix code to DMA's. The following prefix codes have been issued to DMA's that have been approved.

*--

DMA Name	DMA Code	Prefix Code for EWR	Prefix Code for Paper Receipt
Adams Land Company	05-807	ALE	ALP
American Peanut Marketing Associations, LLC	13-808	SFE	SFP
Concordia Allied Producers	13-806	SEE	SEP
Peanut Marketing Loan Services	48-832	SXE	SXP
VC Peanut DMA LLC	51-802	VCE	VCP

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- a 5-digit numeric File Sequence Number
- all files will have a ".DAT" file extension.

Notes: All file names will consist of capital letters and numbers.

Each record in the file will contain **256** bytes plus a carriage return and line feed character at the end of each record.

The first digit of the sequence number shall be the last digit of the crop year. The remaining digits shall:

- start at 0001
- will be in increments of 1 for each file created by an entity.

Examples: The following are 2 example file names for VC Peanut DMA, LCC:

- *--VCE90001.DAT would be the first 2019 CY file using **EWR**
- VCP90020.DAT would be the twentieth 2019 CY file using **paper receipts**.--*

DMA Preprocessed File Specifications (Continued)

B Header Record Format

Each file **must** have a header record with the following format.

Position	Size	Type	Justified	Explanation	Example
1	2	Numeric	Right	Code for the State where the loan or LDP will be made. This code must remain consistent throughout the entire file.	51
3	3	Numeric	Right	Code for the DMA service County Office where the loan or LDP will be made. This code must remain consistent throughout the entire file.	802 (For VC Peanut DMA)
6	2	Numeric	Right	Enter last 2 digits of crop year.	14
8	5	Numeric	Right	File Sequence Number that increases by 1 for each file created by the entity. The first digit of the 5-digit sequence number is the last digit of the crop year. This number must remain consistent throughout the entire file.	40001
13	1	Alpha	Left	ENTER "A".	A
14	17			Space fill.	
31	5	Alpha	Left	ENTER "PNUT".	PNUT
36	3	Alpha	Left	Peanut type code; must be "RUN", "SPE", "SPW", "VAL", or "VIR".	RUN
39	6	Numeric	Right	Warehouse code.	072070
45	2	Alpha-Numeric	Left	Preparation code. Note: For loan/LDP based on: <ul style="list-style-type: none"> • paper receipts, use code "2P" • EWR, use code "2E". 	2P
47	33	Alpha	Left	Enter the producer name; free form text.	John T. Logan

DMA Service County Office Contact Information

The following are the service County Office contacts.

*--

Name	Service County Office	E-Mail Address	Contact
Adams Land Company	Craighead, Arkansas	deanna.bartlett@usda.gov	Deanna Bartlett Phone: 870-338-6651
American Peanut Marketing Associations, LLC	Calhoun, Georgia	ginger.carter@usda.gov	Ginger Carter Phone: 229-849-2415
Concordia Allied Producers	Worth, Georgia	heather.crumley@usda.gov	Heather Crumley Phone: 229-463-3148
Peanut Marketing Loan Services, LLC	Eastland, Texas	sharon.curtis@usda.gov	Sharon Curtis Phone: 254-629-1636, Ext. 104
V-C Peanut DMA, LLC	Southampton, Virginia	beth.francis@usda.gov	Beth Francis Phone: 757-653-2532, Ext. 113

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