

For: State and County Offices

**Clarifying the Ending of 2000 Crop Year Transition Period for
Marketing Loan Gains and Loan Deficiency Payments (LDP's)**

Approved by: Acting Deputy Administrator, Farm Programs



1 Overview

A

Background

Notices LP-1767 and LP-1776 provided State and County Offices with instructions and information about:

- the waiver of the beneficial interest requirement during the 2000 crop
- requesting 2000 crop marketing loan gains and LDP's.

The beneficial interest transition period for the 2000 crop year marketing assistance loans and LDP's has been effective from the beginning of the crop year to April 12, 2001, which is 30 calendar days after the date of filing regulations at the Office of the Federal Register.

Questions have been raised about the ending date of the beneficial interest transition period for commodities harvested and marketed on or before April 12, 2001.

B

Purpose

This notice provides clarification for commodities harvested and marketed on or before the ending date of the beneficial interest transition period.

C

Obsolete Notice

Notice LP-1782 is obsolete.

<p>Disposal Date</p> <p>December 1, 2001</p>	<p>Distribution</p> <p>State Offices; State Offices relay to County Offices</p>
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Notice LP-1785

2 Clarification of March 31 Availability Date

A

**Commodities
With March 31
Final Availability
Date**

For any commodity with a final availability date of March 31, 2001, producers who were previously denied a market loan gain because of payment limitation, are eligible to receive marketing loan gain on any quantity **harvested and marketed on or before April 2, 2001**. The producer must also request LDP by April 12, 2001.

Commodities **harvested and marketed after April 2, 2001**, with a final loan availability date of March 31, 2001, are **not** eligible for a market loan gain or LDP.

Note: Since the March 31, 2001, final availability date was a nonworkday, the final loan availability date was the next workday, which was April 2, 2001.

Follow Notice LP-1767 for producer requests received on or before April 2, 2001.

B

**Beneficial
Interest Table for
March 31
Commodities**

The following table shows how to apply the beneficial interest rule for commodities with a March 31 final availability date.

Commodity	Final Availability Date	IF beneficial interest is lost...	THEN...
Barley Canola Crambe Flaxseed Oats Rapeseed Wheat	April 2, 2001	on or before April 2, 2001	April 12, 2001, is the final date to request LDP.
		after April 2, 2001	the commodity is ineligible for LDP.

Note: If a producer has **maintained beneficial interest** in a commodity with a final availability date of March 31, 2001, the final date for the producer to request LDP was April 2, 2001.

Notice LP-1785

3 Clarification of May 31 Final Availability Date

A

**Commodities
With May 31
Final Availability
Date**

For commodities with a May 31, 2001, final loan availability date:

- harvested and marketed **on or before** April 12, 2001, the producer:
 - is eligible to receive marketing loan gains and LDP's even if beneficial interest has been lost
 - can request LDP on or before May 31, 2001
 - harvested and marketed **after** April 12, 2001, the producer:
 - must have beneficial interest in the commodity on the day of the LDP request
 - apply in the normal manner, according to 8-LP, on or before May 31, 2001
 - repay the marketing assistance loan according to 8-LP.
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B

**Beneficial
Interest Table for
May 31
Commodities**

The following table shows how to apply the beneficial interest rule to commodities with a May 31 final availability date.

Commodity	Final Availability Date	IF the quantity was marketed...	THEN the producer...
Corn Cotton Grain sorghum Mustard seed Safflower seed Soybeans Sunflower seed	May 31, 2001	on or before April 12, 2001	is not required to have beneficial interest at the time of the LDP request.
		after April 12, 2001	must have beneficial interest at time of LDP request.

4 Clarification for Honey

**A
Beneficial
Interest Table for
Honey**

The following table shows how to apply the beneficial interest rule to honey.

Commodity	Final Availability Date	IF beneficial interest is lost...	THEN...
Honey	April 12, 2001	on or before April 12, 2001	April 12, 2001, is the final date to request loan or LDP.
		after April 12, 2001	the commodity is ineligible for loan or LDP.
