

For: State and County Offices, CMA's, DMA's, and LSA's

**Peanut and Rice Loan Forfeitures and Settlements**

Approved by: Deputy Administrator, Farm Programs



**1 Peanut and Rice Loan Policy Modification**

**A Background**

For peanuts and rice, DACO has rescinded the policy to allow the sale of the matured loan commodity to the storing warehouse. County Offices shall discontinue holding warehouse receipts and must process loan forfeitures and settlements immediately after loan maturity.

**B Purpose**

This notice provides new policy to State and County Offices for processing loan forfeitures and settlements for peanuts and rice for 2006 and 2007 crop years.

**C Processing Peanut and Rice Loan Forfeitures and Settlements**

For CCC-owned peanuts and rice, County Offices shall:

- **not** hold warehouse receipts for 10 workdays for possible sale to storing warehouse operators
- process loan forfeitures immediately after loan maturity
- process loan settlements, for farm-stored deliveries, upon receiving a completed CCC-691 and warehouse receipts
- submit warehouse receipts to KCCO **as soon as possible**, using overnight mail service.

<b>Disposal Date</b>	<b>Distribution</b>
December 1, 2007	State Offices; State Offices relay to County Offices, CMA's, DMA's, and LSA's