

UNITED STATES DEPARTMENT OF AGRICULTURE

Farm Service Agency
Washington, DC 20250

Notice LP-2285

For: State and County Offices

Revised CCC-681-1 Authorization for Delivery of Loan Collateral for Sale

Approved by: Acting Deputy Administrator, Farm Programs



1 Overview

A Background

The CCC-681-1 form is used to provide authorization from CCC to move loan collateral from a producer to a buyer for sale and uses the sales proceeds to repay the marketing assistance loan. Requests must be received and authorized as directed in 8-LP.

OGC reviews agency guidance for legal sufficiency. CCC-681-1 has changed and no longer meets the statutory requirements provided in **7.U.S.C. § 1631** “Protection for purchasers of farm products” (Section 1324 of the Food Security Act of 1985). As a result, FSA was required to update CCC-681-1 to include:

- Social Security number and TIN
- location where collateral is stored (including State and county)
- State, county, and FSN where collateral was produced.

Because adding the full TIN or Social Security number on a form is a deviation of normal security practices, the Farm Production and Conservation (FPAC) Privacy Officer has reviewed the statute and agrees with this requirement.

Reminder: Safeguarding PII is required. E-mail transmissions must be encrypted.

Disposal Date	Distribution
January 1, 2024	State Offices; State Offices relay to County Offices

1 Overview (Continued)

B Purpose

This notice:

- announces CCC-681-1 has been revised to include the following items:
 - Social Security number and TIN
 - location where collateral is stored (including State and county)
 - State, county, and FSN where collateral was produced
- provides instructions for:
 - completing CCC-681-1 and
 - Commodity Loan Processing System (CLPS) CCC-681-1 automation.

The revised CCC-681-1 will be incorporated into 8-LP in a future amendment.

2 Revised CCC-681-1

A Instructions for Completing Revised CCC-681-1

CCC-681-1 must be:

- completed by the County Office
- initialed by the producer in item 11, if applicable
- signed and dated by the producer in Part C.

See paragraph 3 for CLPS automation for completing CCC-681-1.

Note: CCC-681-1 is available at [USDA Service Center Current Forms Detail](#) and can be printed for manual completion, if necessary.

2 Revised CCC-681-1 (Continued)

A Instructions for Completing Revised CCC-681-1 (Continued)

The following table provides instructions for completing CCC-681-1.

Item Number/Field Name	Instruction
1A. Contact Producer	Enter names and address of contact producer who signed CCC-677.
1C./1E./1G. Producer	Enter names and addresses of other producers who signed CCC-677.
1B./1D./1F./1H. SSN/TIN	Enter the producer's full social security number or tax identification number.
2. Crop Year	Enter crop year of the collateral.
3. Commodity	Enter commodity.
4. Loan Quantity	Enter entire outstanding loan quantity with unit of measure designation (bu., cwt., or lb.). Note: The entire outstanding loan quantity will be approved for release, even if producer intends to deliver and repay only a portion of the outstanding loan quantity.
5. Loan No.	Enter loan number.
6. Loan Maturity	Enter loan maturity date in MM/DD/YYYY format.
7. Quantity for Paid Assessment or Promotion Fee	Enter quantity for which excise tax, assessments, or promotion fee was withheld at loan disbursement, if applicable.
8A. Location Where Collateral is Currently Stored	Enter physical location where collateral is stored including state and county.
8B. State, County, and FSN Where Collateral was Produced.	Entered state, county, and farm serial number where the collateral was produced.
9. Secured Party CCC Address, Telephone, and Fax	Enter name, address, telephone, and fax number of County Office that processed the loan.

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2 Revised CCC-681-1 (Continued)

A Instructions for Completing Revised CCC-681-1 (Continued)

Item Number/Field Name	Instruction
10A. Name and Address of Buyer	<p>Enter name and address of initial buyer designated by the producer. If buyer's name is not known, CCC-681-1 must not be approved.</p> <p>Note: For commodities sold through a broker, the broker will be:</p> <ul style="list-style-type: none"> • considered the buyer • subject to CCC-681-1 terms and conditions • required to submit the repayment.
10B. Address of Delivery Location	Enter physical address of delivery location.
11A & 11B. Producer Initials and Date	<p>If producer requests repayment check be made payable solely to CCC, then producer is to initial and date in MM/DD/YYYY format.</p> <p>Before CCC approval, producers requesting repayment check made payable solely to CCC, must:</p> <ul style="list-style-type: none"> • visit County Office to request a CCC-681-1 • initial and date the request • agree to provide CCC-681-1 to buyer with first load. <p>Note: County Office employees must not initial and date box 11 for the producer.</p> <p>CCC-681-1 must contain all required signatures.</p>
12. Authorization Expiration Date	Enter the expiration date, which is either the 15th or 30th calendar day, as requested by the producer, from CCC approval date in item 20B.
13. Lock in Repayment Rate	Check the checkbox if form CCC-697 is complete and indicates a Lock-in Repayment Rate has been requested for this loan and attach copy of CCC-697.
14. Buyer Instructions	<p>No entry required.</p> <p>Buyers to review and contact the County Office for correct repayment rates once the commodity has been delivered and purchased.</p>

2 Revised CCC-681-1 (Continued)

A Instructions for Completing Revised CCC-681-1 (Continued)

Item Number/Field Name	Instruction	
15A – 18C. Debtor or Producer Signature	Obtain Debtor or Producer title, signature, and date as applicable.	
	IF...	THEN...
	authorization is requested by telephone or by FAX	<ul style="list-style-type: none"> only the producer requesting CCC-681-1 is required to sign producer may sign CCC-681-1 after CCC approval date but before the expiration of the CCC-681-1.
	producer requests repayment check be made payable solely to CCC (item 11).	all producers who signed CCC-677 must sign CCC-681-1 before CCC approval.
19A. Date Received	Enter the date received.	
19B. Question	Check Yes or No if request was received by telephone.	
19C. Question	Check Yes or No if producer began moving collateral on a non-workday.	
19D. Question	Check Yes or No if producer requested authorization to move the collateral the next workday. If No, explain in remarks.	
19E. Remarks	Enter remarks, if applicable.	
20A. & 20B	Obtain appropriate signature for CCC approval and date.	

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2 Revised CCC-681-1 (Continued)

B Example of CCC-681-1

The following is an example of CCC-681-1.

CCC-681-1 (08-02-23)		U.S. DEPARTMENT OF AGRICULTURE Commodity Credit Corporation	
AUTHORIZATION FOR DELIVERY OF LOAN COLLATERAL FOR SALE			
NOTIFICATION OF CCC'S SECURITY INTEREST			
<p>This notification is made pursuant to Section 1324 of the Food Security Act of 1985. Commodity Credit Corporation (CCC) has a perfected security interest in the entire quantity of the commodity specified in Part A, which has been pledged as collateral for the CCC loan number identified in Item 5. A copy of this loan agreement may be obtained at the address identified in Item 9. CCC's security interest has not lapsed and will not lapse until the earlier of the date specified in the financing statement executed by the producer or until written notification is given to the buyer by CCC that such interest has lapsed. CCC will waive its security interest with respect to the buyer identified in Item 10 only if such buyer remits payment payable to the "Commodity Credit Corporation" at the address indicated in Item 9 by the final date to repay as shown in Item 12. The amount of such payment is calculated by multiplying the repayment rate per unit by the quantity of commodity purchased not to exceed the quantity identified in Item 4. The repayment rate must be obtained from the County FSA Office indicated in Item 9. Any amount in excess of the amount required to repay the quantity of commodity actually purchased or in excess of the quantity shown in Item 4 will be refunded to buyer if Item 11 has been completed by the producer.</p> <p>CCC has previously obtained lien waivers from all major lienholders who claim an interest in the commodity identified in Part A which were superior to CCC. In the event that CCC has failed to obtain a lien waiver from a superior lienholder and the buyer is obligated to make a payment to such lienholder for the purchase of the commodity, CCC agrees to be subject to the actual dollar value of such lien if 1) payment was made solely to CCC because Item 11 is initialed and dated by one of the debtors; 2) the lien is established to be legally superior to CCC's interest; 3) the buyer fully cooperates with CCC's investigation of such other lien by supplying CCC with all requested information; and 4) the buyer lacks any affirmative defenses with respect to such lien. CCC will pay the actual dollar value of the lien, but not any collateral costs incurred by the buyer including, but not limited to, legal fees, court fees, interest, or penalties, unless otherwise authorized by law.</p>			
PART A – COLLATERAL IDENTIFICATION			
NAME, ADDRESS, AND SOCIAL SECURITY NUMBER OR TAXPAYER ID OF DEBTOR(S):			
1A. CONTACT PRODUCER	1B. SSN/TIN	1C. PRODUCER	1D. SSN/TIN
1E. PRODUCER	1F. SSN/TIN	1G. PRODUCER	1H. SSN/TIN
2. CROP YEAR	3. COMMODITY	4. LOAN QUANTITY	5. LOAN NO.
6. LOAN MATURITY	7. QUANTITY FOR PAID ASSESSMENT OR PROMOTION FEE		
8A. LOCATION WHERE COLLATERAL IS CURRENTLY STORED (INCLUDE STATE AND COUNTY NAME):		9. SECURED PARTY: COMMODITY CREDIT CORPORATION ADDRESS	
8B. STATE, COUNTY, AND FSN WHERE COLLATERAL WAS PRODUCED:		(a) Telephone No. (Include Area Code):	
10A. NAME AND ADDRESS OF BUYER		(b) Fax No. (Include Area Code):	
10B. ADDRESS OF DELIVERY LOCATION		11. FOR THE QUANTITY DELIVERED AND PURCHASED MAKE CHECK PAYABLE TO "COMMODITY CREDIT CORPORATION"	
12. THIS AUTHORIZATION EXPIRES ON (MM-DD-YYYY)		<p><i>Note: Excess proceeds received by CCC will be refunded back to the buyer.</i></p> <p>A. Producer INITIALS: B. DATE (MM-DD-YYYY)</p>	
13. Form CCC-897 indicates a Lock-in Repayment Rate has been requested for this loan (see attached copy of CCC-897).			
PART B – BUYER'S INSTRUCTIONS FOR CALCULATING REPAYMENT AMOUNT			
<p>14. METHOD OF CALCULATION THE BUYER WILL CALCULATE THE AMOUNT due CCC by multiplying the repayment rate, per unit, times the quantity of commodity delivered and purchased, not to exceed the quantity identified in Item 4. If the amount calculated exceeds the sales proceeds, the entire sales proceeds shall be submitted. A check payable to "Commodity Credit Corporation" must be provided to the address shown in Item 9 to be received on or before the fifteenth calendar day after the date shown in Item 12. Documentation showing the quantity purchased on the date(s) such quantity was received must accompany the repayment. The repayment rate can be based on the date of repayment, the "locked in" repayment rate, or principal plus applicable interest. Any quantity delivered after loan maturity must be repaid at principal plus interest only.</p>			
CONTACT THE FSA COUNTY OFFICE IDENTIFIED IN ITEM 9 FOR THE EXACT REPAYMENT AMOUNT.			
		DATE STAMPED	

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2 Revised CCC-681-1 (Continued)

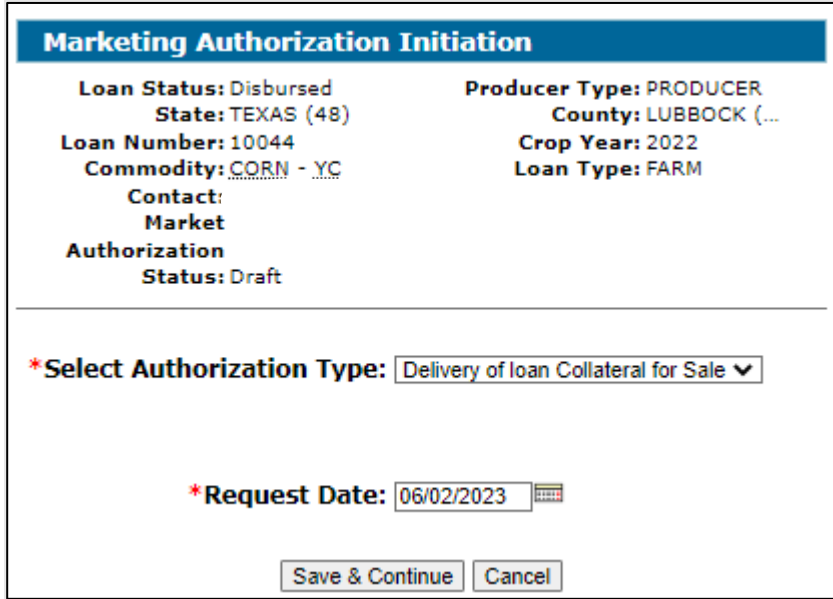
B Example of CCC-681-1 (Continued)

CCC-681-1 (08-02-23)		Page <input type="text"/> of <input type="text"/>
PART C – PRODUCER'S REQUEST AND AGREEMENT		
<p><i>All producers who signed CCC-677 will be required to sign CCC-681-1 before CCC approval. The undersigned producer(s) ("Producer") requests authorization to sell a quantity of loan collateral identified in Part A. The collateral will be marketed and the proceeds used for payment of the loan indebtedness owed to CCC. The Producer agrees that this authorization will not release CCC's security interest in such collateral. Release of CCC's security interest will occur only if CCC receives payment at the FSA County Office identified in Item 9 for the quantity of commodity delivered to and sold to the buyer. The Producer agrees to pay the amount if the designated buyer does not provide the applicable payment on or before the fifteenth calendar day after the date shown in Item 12. The Producer further understands that this authorization expires on the date in Item 12 and CCC has authorized the producer to deliver only to the buyer identified in Item 10A.</i></p>		
15A. Debtor's or Producer's Signature	15B. Title/Relationship of the Individual Signing in a Representative Capacity	15C. Date (MM-DD-YYYY)
16A. Debtor's or Producer's Signature	16B. Title/Relationship of the Individual Signing in a Representative Capacity	16C. Date (MM-DD-YYYY)
17A. Debtor's or Producer's Signature	17B. Title/Relationship of the Individual Signing in a Representative Capacity	17C. Date (MM-DD-YYYY)
18A. Debtor's or Producer's Signature	18B. Title/Relationship of the Individual Signing in a Representative Capacity	18C. Date (MM-DD-YYYY)
PART D – REMOVAL AUTHORIZED (FOR CCC USE ONLY)		
19A. Date Request Received (MM-DD-YYYY)	19C. Did the producer begin moving collateral on a non-workday? <input type="checkbox"/> YES (Response Required for Item 19D) <input type="checkbox"/> NO	
19B. Request Received by Telephone? <input type="checkbox"/> YES <input type="checkbox"/> NO	19D. Did the producer request authorization to move the collateral the next workday? (Response required only if Item 19C is YES.) <input type="checkbox"/> YES <input type="checkbox"/> NO (Explain in remarks)	
19E. Remarks:		
20A. For CCC By:		
		20B. Date (MM-DD-YYYY)
<p>NOTES: 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 the Commodity Credit Corporation Charter Act (15 U.S.C. 714 et seq.), the Agriculture Improvement Act of 2018 (Pub. L. 115-334), 7 CFR Part 1405, 7 CFR Part 1421, and 7 USC 1831(e)(1)(A)(ii)(III). The information will be used to request authorization to deliver CCC loan collateral for sale. 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 denial of authorization to deliver CCC loan collateral for sale.</p> <p>Paperwork Reduction Act (PRA) Statement: The information collection is exempted from the Paperwork Reduction Act as specified in 7 U.S.C. 9091(c)(2)(B). 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.</p> <p>In accordance with Federal civil rights law and U.S. Department of Agriculture (USDA) civil rights regulations and policies, the USDA, its Agencies, offices, and employees, and institutions participating in or administering USDA programs are prohibited from discriminating based on race, color, national origin, religion, sex, gender identity (including gender expression), sexual orientation, disability, age, marital status, family/parental status, income derived from a public assistance program, political beliefs, or reprisal or retaliation for prior civil rights activity, in any program or activity conducted or funded by USDA (not all bases apply to all programs). Remedies and complaint filing deadlines vary by program or incident.</p> <p>Persons with disabilities who require alternative means of communication for program information (e.g., Braille, large print, audiotape, American Sign Language, etc.) should contact the responsible Agency or USDA's TARGET Center at (202) 720-2600 (voice and TTY) or contact USDA through the Federal Relay Service at (800) 877-8339. Additionally, program information may be made available in languages other than English.</p> <p>To file a program discrimination complaint, complete the USDA Program Discrimination Complaint Form, AD-3027, found online at http://www.ascr.usda.gov/complaint_filing_cust.html and at any USDA office or write a letter addressed to USDA and provide in the letter all of the information requested in the form. To request a copy of the complaint form, call (800) 632-9922. Submit your completed form or letter to USDA by: (1) mail: U.S. Department of Agriculture, Office of the Assistant Secretary for Civil Rights, 1400 Independence Avenue, SW Washington, D.C. 20250-9410; (2) fax: (202) 690-7442; or (3) email: program.intake@usda.gov. USDA is an equal opportunity provider, employer, and lender.</p>		

3 CCC-681-1 Automation Instructions

A Recording Marketing Authorization in CLPS

Record the required information in CLPS for the revised CCC-681-1 according to the following instructions.

Step	Action
1	Access CLPS according to 16-PS.
2	Follow automation steps in Part 10 to initiate a marketing authorization.
3	<p>Select “Delivery of Loan Collateral for Sale” and enter the Request Date on the Marketing Authorization Initiation Screen.</p> 

3 CCC-681-1 Automation Instructions (Continued)

A Recording Marketing Authorization in CLPS (Continued)

Step	Action
4	<p>Follow automation steps in paragraph 1004 to enter the marketing authorization details. Please note that there is an additional freeform text box to complete as part of the revised CCC-681-1.</p> <p>In the text box labeled “Planted Location”, enter the State, county, and FSN where the collateral was produced. Do not include any PII.</p> <div data-bbox="516 604 1344 1157"> <p>Marketing Authorization Details</p> <p>Date Request Received: 06/02/2023</p> <p>Maturity Date: 10/31/2023</p> <p>*Expiration Date: <input checked="" type="radio"/> 15 Days <input type="radio"/> 30 Days</p> <p>Authorized Quantity: 88 BU</p> <p>Quantity for Paid Assessment or Promotion Fee: 98 BU</p> <p>Please do not enter PII data in this field:</p> <p>*Storage Location: <input type="text"/></p> <p>Please do not enter PII data in this field:</p> <p>*Planted Location: <input type="text"/></p> </div>
5	Complete the remaining fields under “Select Buyer Address”, “Select Delivery Address”, and “Form Questions”.
6	Click “Save & Continue” to proceed to the Marketing Authorization Summary Screen.
7	Follow automation steps in paragraph 1005 to enter the producer signature and CCC action to finalize CCC-681-1.