

For: State and County Offices

**May 2020 Commodity Credit Corporation (CCC)
Farm Storage Facility Loan (FSFL) and Sugar Storage Facility Loan (SSFL) Interest Rates**

Approved by: Chief, Policy, Accounting, and Reporting Branch (PARB)

1 Interest Rate Change Announcement

A Background

Under the provisions of the Federal Agriculture Improvement and Reform Act of 1996, as amended [7 United States Code (USC) 7283], 1996 and subsequent crop year commodity loans will accrue interest at a rate of one percentage point higher than the Commodity Credit Corporation (CCC) borrowing interest rate.

The Conservation Reserve Program (CRP) and loan deficiency overpayment refunds will continue to accrue interest at the CCC borrowing interest rate whenever the interest rate is based upon the CCC borrowing rate that was in effect on the day the overpayment occurred.

According to 7 CFR 1436.12(a), Farm Storage Facility Loan (FSFL) and Sugar Storage Facility Loan (SSFL) program loans accrue interest at an interest rate equivalent to the rate of interest charged on Treasury securities with comparable maturity.

B Purpose

This notice announces the CCC programs' various interest rates for May 2020.

Disposal Date	Distribution
September 1, 2020	State Offices; State Offices relay to County Offices

5-1-20Page 1

1 Interest Rate Change Announcement (Continued)

C Applicability

These interest rates:

- apply to all regular marketing assistance loans (MALs) and selected program overpayments disbursed during May 2020 as specified in subparagraph D;
- are subject to adjustment each succeeding January 1, except where noted;
- apply to FSFL activity based on the date CCC-185 (Loan Application and Approval for Farm Storage and Drying Equipment Loan Program) is “approved pending funding” by the County Committee (COC) or State Committee (STC) and remain in effect for the term of the loan; and
- apply to SSFL activity based on the date CCC-185-SU (Loan Application and Approval for Farm Storage and Drying Equipment Loan Program) is “approved pending funding” by STC and remain in effect for the 15-year term of the loan.

D Interest Rates

The interest rates for May 2020 are:

- 0.125 percent per annum for CCC borrowing rate-based interest charges;
- 1.125 percent per annum for crop year commodity loans less than 1 year;
- 0.250 percent per annum for FSFL CCC-185’s “approved pending funding” during May 2020 by the COCs or STCs with 3-year loan terms;
- 0.375 percent per annum for FSFL CCC-185’s “approved pending funding” during May 2020 by the COCs or STCs with 5-year loan terms;
- 0.625 percent per annum for FSFL CCC-185’s “approved pending funding” during May 2020 by the COCs or STCs with 7-year loan terms;
- 0.750 percent per annum for FSFL CCC-185’s “approved pending funding” during May 2020 by the COCs or STCs with 10-year loan terms;
- 0.750 percent per annum for FSFL CCC-185’s “approved pending funding” during May 2020 by the COCs or STCs with 12-year loan terms; and
- 0.875 percent per annum for SSFL CCC-185-SU’s “approved pending funding” during May 2020 by the STCs with 15-year loan terms.