

Fiscal Year 2021 Sugar Program

USDA has determined that additional supplies of raw cane sugar are required in the U.S. market and has made some changes to the fiscal year (FY) 2021 beet and cane sugar marketing allocations and the FY 2021 raw sugar tariff-rate quota (TRQ) effective August 24, 2021.

These actions are expected to add between 100,000 and 116,845 STRV to available U.S. raw sugar supplies:

- **A reassignment of 325,000 short tons, raw value (STRV) surplus beet sugar marketing allocations to raw cane sugar imports already anticipated.** After evaluating each sugar beet processor's ability to market its full allocation, USDA is transferring allocations from beet sugar processors with surplus allocation to those with deficit allocation. Since these actions do not eliminate the deficit and given the absence of any Commodity Credit Corporation (CCC) stocks of sugar, USDA is reassigning 325,000 STRV of surplus beet sugar allocations to raw cane sugar imports already anticipated (see table below).
- **A reassignment of 450,000 STRV surplus cane sugar marketing allocations to raw cane sugar imports, of which 333,155 STRV is to those imports already anticipated, while 116,845 STRV is toward an actual increase in raw cane sugar imports as specified here:**
 - An increase in the FY 2021 World Trade Organization (WTO) raw cane sugar TRQ by 99,318 STRV (90,100 metric tons, raw value or MTRV).
 - A request to Department of Commerce (DOC) to increase Mexico's FY 2021 Export Limit by 17,527 STRV (15,900 MTRV) of sugar with <99.5 polarity.

After evaluating each sugarcane processor's ability to market its full allocation, USDA is transferring allocations from cane sugar processors with surplus allocation to those with deficit allocation. Since these actions do not eliminate the deficit and given the absence of any CCC stocks of sugar, USDA is reassigning 450,000 STRV of surplus cane sugar allocations to raw cane sugar imports. Of that amount, 333,155 STRV is reassigned to raw cane sugar imports already expected to enter the U.S. market by September 30, while 116,845 STRV is reassigned toward an actual increase in raw cane sugar imports. Of this

increase, 99,318 STRV (90,100 MTRV) is distributed to the WTO raw sugar TRQ while 17,527 STRV (15,900 MTRV) of a polarity of less than 99.5 degrees, is the amount by which USDA requests the Department of Commerce to increase Mexico's Export Limit (see table below).

- **An extension to October 31, 2021, as the final date by which raw sugar charged against the FY 2021 raw sugar TRQ must enter the U.S Customs Territory.**

These FY 2021 sugar program actions will not prevent any domestic sugarcane or beet sugar processor from marketing all its FY 2021 sugar supply. USDA will closely monitor stocks, consumption, imports and all sugar market and program variables on an ongoing basis and may make further program adjustments as needed.

The Federal Register notice announcing the FY 2021 WTO raw cane sugar increase and extension of entry is at: [Federal Register :: Fiscal Year 2021 Raw Cane Sugar Tariff-Rate Quota Increase and Extension of the Entry Period](#)

The Department of Commerce announcement of the increase in Mexico's FY 2021 Export Limit is at: [Agreement Suspending the Countervailing Duty Investigation on Sugar from Mexico: Increase of the Export Limit for the October 1, 2020 - September 30, 2021 Export Limit Period, Effective August 26, 2021 \(usda.gov\)](#)

| FY 2021 OVERALL BEET/CANE ALLOTMENTS AND ALLOCATIONS (short tons, raw value) | | | |
|--|--------------------------|-----------------|----------------------|
| Distribution | Initial FY21 Allocations | Reassignments | Adjusted Allocations |
| Beet Sugar | 5,612,996 | (325,000) | 5,287,996 |
| Cane Sugar | 4,714,504 | (450,000) | 4,264,504 |
| <u>Reassignment to Raw Cane Sugar Imports</u> | <u>0</u> | <u>775,000</u> | <u>775,000</u> |
| TOTAL OAQ | 10,327,500 | - | 10,327,500 |
| BEET PROCESSORS' MARKETING ALLOCATIONS: | | | |
| Amalgamated Sugar Co. | 1,201,785 | 0 | 1,201,785 |
| American Crystal Sugar Co. | 2,064,243 | -310,682 | 1,753,562 |
| Michigan Sugar Co. | 579,685 | 110,370 | 690,055 |
| Minn-Dak Farmers Co-op. | 389,817 | -71,341 | 318,476 |
| So. Minn Beet Sugar Co-op. | 757,576 | 0 | 757,576 |
| Western Sugar Co. | 572,891 | -62,109 | 510,782 |
| <u>Wyoming Sugar Company, LLC</u> | <u>46,999</u> | <u>8,762</u> | <u>55,761</u> |
| TOTAL BEET SUGAR | 5,612,996 | -325,000 | 5,287,996 |
| STATE CANE SUGAR ALLOTMENTS: | | | |
| Florida | 2,533,938 | -415,810 | 2,118,128 |
| Louisiana | 1,960,286 | 49,282 | 2,009,568 |
| Texas | <u>220,279</u> | <u>-83,471</u> | <u>136,808</u> |
| TOTAL CANE SUGAR | 4,714,504 | -450,000 | 4,264,504 |
| CANE PROCESSORS' MARKETING ALLOCATIONS: | | | |
| Florida | | | |
| Florida Crystals | 1,043,289 | -303,494 | 739,795 |
| Growers Co-op. of FL | 455,818 | 0 | 455,818 |
| <u>U.S. Sugar Corp.</u> | <u>1,034,831</u> | <u>-112,316</u> | <u>922,515</u> |
| TOTAL | 2,533,938 | -415,810 | 2,118,128 |
| Louisiana | | | |
| Louisiana Sugar Cane Products, Inc. | 1,360,893 | 17,506 | 1,378,399 |
| <u>M.A. Patout & Sons</u> | <u>599,393</u> | <u>31,776</u> | <u>631,169</u> |
| TOTAL | 1,960,286 | 49,282 | 2,009,568 |
| Texas | | | |
| Rio Grande Valley | 220,279 | -83,471 | 136,808 |