

For: FSA Offices

**Wool and Mohair Policy for Additional Loan Deficiency Payment (LDP)
Disbursements on Quantities in Excess of a Requested Certified Quantity**

Approved by: Deputy Administrator, Farm Programs



1 Overview

A Background

Notice LP-2017, subparagraph 3 D informed State and County Offices of the policy for additional LDP disbursements as a result of an additional quantity delivered at the time of sale. However, because wool and mohair are marketed differently than harvested commodities, Notice LP-2017 also provided that a forthcoming notice would provide policy and procedure for additional disbursements on quantities in excess of a requested certified quantity of wool or mohair.

B Purpose

This notice clarifies the policy for additional disbursements on quantities in excess of a requested certified quantity for wool and mohair.

2 Additional Disbursements

A Quantities in Excess of a Certified Quantity

Wool and mohair producers who have obtained an LDP benefit on a certified quantity may receive an additional LDP disbursement on the quantity in excess of the certified quantity after delivery of the wool or mohair when beneficial interest is lost. The producer must provide acceptable documentation in the form of a net weight receipt or settlement sheet from the sale or delivery of the wool and mohair to support the additional quantity in excess of the certified quantity.

Disposal Date	Distribution
December 1, 2006	All FSA Offices; State Offices relay to County Offices

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2 Additional Disbursements (Continued)

B Effective Rate

The LDP rate for the additional quantity in excess of the certified quantity will be based on the rate in effect in the county where the commodity was stored on the date of the initial LDP request for the certified quantity.

Note: The rate in effect on the date beneficial interest is lost shall **not** be used for quantities in excess of a certified quantity of wool or mohair.

C Requesting Additional Disbursement for Excess Quantity

To receive a LDP disbursement on an additional quantity in excess of the certified quantity, the producer must:

- have submitted CCC-633 EZ, Page 1 for the current crop year before beneficial interest was lost
- have submitted CCC-633 EZ, Page 4 for a certified quantity
- submit another CCC-633 EZ, Page 4 request for payment on the quantity in excess of the certified quantity
- indicate the commodity (that is, wool or mohair) in item 64
- indicate the type of commodity (that is, graded wool or ungraded wool) in item 65
- indicate the net quantity in excess of the certified quantity being requested in item 66
- select quantity in excess of the certified quantity as the source of the quantity in item 67C
- enter in item 68 where the quantity was delivered
- enter the original request date of the certified quantity in item 69
- provide production evidence to substantiate a request for an additional quantity in excess of the certified quantity
- sign, date, and indicate share percentage in the net quantity in excess of the certified quantity in items 79 through 81
- submit the completed request and provide all supporting documentation by the corresponding final availability date.

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2 Additional Disbursements (Continued)

D Completing Additional Disbursement Requests

When completed LDP requests are received from a producer for a disbursement on an additional quantity in excess of the certified quantity, County Offices shall:

- locate the producers original request for the certified quantity on file in the County Office, if processed as eLDP, locate the original transaction record for the certified quantity in the eLDP system
- verify that the production evidence substantiates the certified quantity and the additional quantity in excess of the certified quantity
- attach a date-stamped photocopy of the final production evidence to the original CCC-633 EZ, Page 1, and all CCC-633 EZ, Page 4 requests pertaining to the certified quantity
- verify that the date entered in item 69 is the same date of the initial LDP request for the certified quantity
- enter the same LDP rate used for the original LDP request for the certified quantity
- process the request for the disbursement on the additional quantity in excess of the certified quantity through:
 - APSS using the LDP corrections process according to 12-PS
 - eLDP by entering as a new LDP request according to 15-PS.

E Updating 8-LP

A forthcoming amendment to 8-LP will reflect the contents of this notice.

3 Action

A State Action

SED's and State Price Support Specialists shall ensure that:

- County Offices immediately notify producers of the contents of this notice using all available sources
- policies and procedures in this notice are being uniformly followed by County Offices.

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3 Action (Continued)

B County Office Action

County Offices shall:

- remind all producers, commodity groups, associations, local farm organizations, and other interested parties of the contents of this notice through:
 - oral discussion
 - newsletters
 - other methods of communication, such as radio broadcasts, etc.
- forward questions about the contents in this notice through the State Price Support Specialist.

C National Office Contact Information

If there are questions about the policy and procedure in this notice, State Office Price Support Specialists shall contact either of the following:

- Dani Cooke by telephone at 202-720-1919 or email to **Danielle.Cooke@wdc.usda.gov**
- Toni Williams by telephone at 202-720-2270 or email to **Toni.Williams@wdc.usda.gov**.