

For: State and County Offices, and DMA's

2007 Crop Year Peanut Forfeitures

Approved by: Acting Deputy Administrator, Farm Programs



1 Overview

A Background

County Release No. 642 mailed on June 2, 2008, includes enhancements to APSS to process the 2007 crop year peanut forfeitures. General policies and procedures for forfeitures are found in:

- 8-LP, Part 11
- 2-PS, Part 10
- 1-CMA.

Additional guidelines for the 2007 crop peanut MAL and LDP are found in the following notices:

- LP-2073
- PS-605
- PS-606.

B Purpose

This notice provides the State and County Offices with additional guidelines on processing 2007 crop year peanut forfeitures.

Disposal Date	Distribution
January 1, 2009	State Offices; State Offices relay to County Offices, and DMA's

Notice PS-624

2 Handling Peanut Forfeitures

A Processing Peanut Settlements in APSS

Peanut forfeitures shall be processed:

- at maturity, on the day after loan maturity date
- before loan maturity date, when authorized by PSD.

Note: County Offices shall **not** hold the receipt for 10 calendar days after loan maturity before processing peanut forfeiture. All forfeited receipts shall be sent to KCCO immediately. Forfeited EWR's shall be released to KCCO according to Notice PS-605, subparagraph 8 B.

B Storage Charges

Screen PFA12000 will display the storage refund/receivable associated with the forfeiture. A storage refund shall be made to the producer:

- when loans are forfeited, for the period from the date CCC acquires the commodity ("CCC Storage Start" date) through the date warehouse storage charges have been paid or provided for ("Storage Paid Through" date)
- for loan-called loans, for the period corresponding to the date the loan was called through the date warehouse storage charges have been paid or provided for.

For receipts where the "Storage Paid Through" date is not indicated on the receipt, APSS shall create a receivable for storage from the date the commodity was delivered to the warehouse to the date before "Date Documents Received" date.

APSS shall calculate storage refund/receivable, when applicable, using the CCC-approved storage rate of \$2.71 per ton per month.

C In-Charges

For CY 2007, in-charges on forfeited peanuts shall be the responsibility of the producer. APSS shall not calculate any in-charges refund/receivable on forfeited receipts.

D Summary

Screen PFA13000 will display the summary of amount due CCC or the producer. Print the screen and file the printout in the loan folder for future reference.