

UNITED STATES DEPARTMENT OF AGRICULTURE

Farm Service Agency
Washington, DC 20250

Sugar Loans 10-SU (Revision 4)	Amendment 19
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Approved by: Deputy Administrator, Farm Programs



Amendment Transmittal

A Reasons for Amendment

Paragraph 34 has been amended to update examples and instructions for KC-227 and KC-227A.

Subparagraph 136 D has been amended to update the in-process sugar loan maturity letter.

Exhibit 9 has been amended to provide 2013 crop (FY 2014) sugar loan rates.

Exhibit 10 has been amended to update the sugarcane minimum price support levels.

Exhibit 19 has been amended to update the example letter for sugar processors.

Page Control Chart		
TC	Text	Exhibit
	2-5 through 2-8	9, pages 1-4
	2-9	10, page 1
	6-3, 6-4	19, page 1

34 General Warehouse Document Requirements

A General Requirements

The processor must submit the original KC-227 or KC-227-A that meets the following guidelines.

All KC-227's or KC-227-A's shall:

- represent eligible sugar actually stored in the CCC-approved warehouse
- be issued to the eligible processor or CCC, as applicable
- show ownership, if sugar is owned by the processor solely, jointly, or in common with others.

KC-227 shall be used for raw sugar. KC-227-A shall be used for refined beet sugar. All KC-227's or KC-227-A's shall include **all** of the following:

- type of sugar
- name and location of storing warehouse
- CCC-assigned warehouse code
- date issued
- crop year
- whether sugar was received by rail, truck, barge, or cart
- signature of the warehouse operator or authorized agent
- total net pounds (commercial weight for cane sugar)
- control number assigned by the warehouse operator
- zeros, where applicable, when in or out charges have **not** been prepaid.

County Offices shall verify that all required entries on KC-227's or KC-227A's have been completed and maintain the original KC-227's or KC-227A's until repayment.

Note: For in-process loans, KC-227 or KC-227-A must be submitted when sugar is converted, as applicable.

--See Exhibit 4 for the addendum to sugar loan disbursements.--

B Additional Requirements

KC-227's, for raw cane sugar, will also include the following:

- total net pounds
- polarity (with 1 number after the decimal point)
- ash (use whole percentage with 2 digits)
- color (use whole units of 4 digits)
- grain size (use whole percentages with 2 digits)
- percent moisture (use whole percentages with 2 digits).

34 General Warehouse Document Requirements (Continued)

B Additional Requirements (Continued)

KC-227-A's, for refined sugar, will include applicable quality factors, including gross weight and number of units, if bagged.

C Instructions for Completing KC-227

County Offices shall complete KC-227, items 1 and 2 when the loan is approved.

Warehouse operators shall complete KC-227, items 3 through 11.

Item	Action
1	Enter the sugar loan application date.
2	Enter the FSA County Office or Service Center assigned loan number.
3	Enter warehouse's name, street address, city, State, and ZIP Code.
4	Enter the warehouse code assigned by KCCO.
5	"Raw Cane Sugar" is preprinted in this item.
6	Check the applicable box indicating sugar received by truck, rail, barge, cart, or in-store.
7	Enter the crop year the sugarcane was grown.
8	Enter the control number assigned by the warehouse operator. Note: The warehouse operator should use a numbering system to consecutively assign control numbers for tracking purposes. For example, the 1st KC-227 may be assigned Control No. 1, the 2nd KC-227 Control No. 2, etc. Do not use alpha characters as part of the numbering system.
9	Enter the date KC-227 is issued.
10 A	Enter the total net pounds received for this KC-227. Enter quantity in pounds as made. Note: A separate KC-227 shall be used for each separate amount.
10 B	Enter the polarization for the quantity of sugar represented by this KC-227. Polarity degree entered shall have only 1 number after the decimal point, such as "98.2".
10 C	Enter the ash content (percentage) for the quantity of sugar represented by this KC-227. Use whole percentages with 2 digits, such as "24".
10 D	Enter the color (units) for the quantity of sugar represented by this KC-227. Use whole *--units with 4 digits, such as "1280". Check "Affined" or "Whole".--*
10 E	Enter the grain size (percentage) for the quantity of sugar represented by this KC-227. Use whole percentages with 2 digits, such as "30".
10 F	Enter the percent moisture for the quantity of sugar represented by this KC-227. Use whole percentages with 2 digits, such as "30".
11 A and B	Enter the: <ul style="list-style-type: none"> • signature of an authorized individual, such as corporate officer, partner, or proprietor • date this KC-227 is signed.

34 General Warehouse Document Requirements (Continued)

D Example of KC-227

The following is an example of KC-227, for raw cane sugar, received from a processor.

*--

KC-227 (10-25-13)		U.S. DEPARTMENT OF AGRICULTURE Farm Service Agency				FOR CCC USE ONLY	
RAW SUGAR CERTIFICATION REPORT							
3. NAME AND LOCATION OF RECEIVING WAREHOUSE Calhoun Sugar Growers Kelly, LA						1. LOAN APPLICATION DATE (MM-DD-YYYY)	
						2. LOAN NUMBER	
4. WAREHOUSE CODE 7-1071	5. COMMODITY RAW CANE SUGAR	6. RECEIVED BY <input type="checkbox"/> TRUCK <input checked="" type="checkbox"/> RAIL <input type="checkbox"/> BARGE <input type="checkbox"/> CART <input type="checkbox"/> IN STORE		7. CROP YEAR 2013	8. CONTROL NUMBER 1		
				9. DATE ISSUED (MM-DD-YYYY) 10-31-2013			
10. QUANTITY AND QUALITY	A. TOTAL NET POUNDS 10,000,000	B. POLARIZATION 98	C. ASH .22	D. COLOR (Units): 4000 <input type="checkbox"/> Affined <input checked="" type="checkbox"/> Whole	E. GRAIN SIZE 48	F. % MOISTURE .28	
11. CERTIFICATION AND SIGNATURE							
I certify that the raw sugar described on this report is raw sugar:							
<ul style="list-style-type: none"> in which title is vested in CCC, or placed in storage by someone other than CCC and pledged to CCC as security for a CCC loan, and which will be safely stored so that raw sugar equivalent to the quantity and quality stated in Item 10 of this KC-227 may be delivered, upon demand, to the owner of such raw sugar, CCC, or to another person (transferee). 							
This form must be signed by an authorized individual; i.e., corporate officer, partner or proprietor. A manager cannot sign unless authorized by a Resolution of the Board of Directors or Power of Attorney furnished by a partner or proprietor.							
A. WAREHOUSE OPERATOR'S SIGNATURE				B. DATE (MM-DD-YYYY)			
PRIVACY ACT AND PUBLIC BURDEN STATEMENTS							
<p>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 7 CFR Part 1423, 7 CFR Part 1435, and the Commodity Credit Corporation Charter Act (15 U.S.C. 714 et seq.). The information will be used to record raw sugar received into the warehouse for storage of CCC-interest sugar. 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 determination of ineligibility for program benefits.</p> <p>The authority for collecting the following information is Public Law 107-171. This authority allows for the collection of information without prior OMB approval mandated by the Paperwork Reduction Act of 1995. The time required to complete this information collection is estimated to average 15 minutes per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information.</p> <p>The provisions of appropriate criminal and civil fraud, privacy, and other statutes may be applicable to the information provided. RETURN THIS COMPLETED FORM TO THE APPROPRIATE FARM SERVICE AGENCY COUNTY OFFICE OR SERVICE CENTER.</p>							
NONDISCRIMINATION STATEMENT							
<p>The U.S. Department of Agriculture (USDA) prohibits discrimination against its customers, employees, and applicants for employment on the basis of race, color, national origin, age, disability, sex, gender identity, religion, reprisal, and where applicable, political beliefs, marital status, familial or parental status, sexual orientation, or all or part of an individual's income is derived from any public assistance program, or protected genetic information in employment or in any program or activity conducted or funded by the Department. (Not all prohibited bases will apply to all programs and/or employment activities.) Persons with disabilities, who wish to file a program complaint, write to the address below or if you require alternative means of communication for program information (e.g., Braille, large print, audiotape, etc.) please contact USDA's TARGET Center at (202) 720-2600 (voice and TDD). Individuals who are deaf, hard of hearing, or have speech disabilities and wish to file either an EEO or program complaint, please contact USDA through the Federal Relay Service at (800) 877-8339 or (800) 845-6136 (in Spanish).</p> <p>If you wish to file a Civil Rights program complaint of discrimination, complete the USDA Program Discrimination Complaint Form, found online at http://www.ascr.usda.gov/complaint_filing_cust.html, or at any USDA office, or call (866) 632-9992 to request the form. You may also write a letter containing all of the information requested in the form. Send your completed complaint form or letter by mail to U.S. Department of Agriculture, Director, Office of Adjudication, 1400 Independence Avenue, S.W., Washington, D.C. 20250-9410, by fax (202) 690-7442 or email at program.intake@usda.gov. USDA is an equal opportunity provider and employer.</p>							

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34 General Warehouse Document Requirements (Continued)

E Instructions for Completing KC-227-A

County Offices shall complete KC-227-A, items 1 and 2.

Warehouse operators shall complete KC-227-A, items 3 through 13.

Item	Action
1	*--Enter the sugar loan application date.
2	Enter the FSA County Office or Service Center assigned loan number.
3	Enter warehouse's name, street address, city, State, and ZIP Code.--*
4	Enter the warehouse code assigned by KCCO.
5	Check applicable box indicating if commodity is raw cane or beet sugar.
6	Check applicable box indicating if sugar was received by truck, rail, barge, or in-store.
7	Enter the crop year the sugar was grown.
8	Enter the control number assigned by the warehouse operator. Note: The warehouse operator should use a numbering system to consecutively assign control numbers for tracking purposes. For example, the first KC-227-A may be assigned Control No. 1, the second KC-227-A Control No. 2, etc. Do not use alpha characters as part of the numbering system.
9	Enter the date KC-227-A is issued.
*--10 A	Enter the total net pounds received for this KC-227-A.
10 B	Not required.
10 C	Enter the number of units, if the sugar is bagged, for this KC-227-A.
10 D	Enter the number of units damaged, short, or over for this KC-227-A.--*
11	Quality: Refined sugar must be dry and free flowing, free of excessive sediment, and free of any objectionable color, flavor, odor, or other characteristic which would impair its merchantability or which would impair or prevent its use for normal commercial purposes.
12 A and B	Enter the following: <ul style="list-style-type: none"> • signature of an authorized individual, such as corporate officer, partner, or proprietor • date KC-227-A is signed.

34 General Warehouse Document Requirements (Continued)

F Example of KC-227-A

The following is an example of KC-227-A received from a processor.

*--

KC-227-A (10-25-13)		U.S. DEPARTMENT OF AGRICULTURE Farm Service Agency			FOR CCC USE ONLY		
REFINED SUGAR CERTIFICATION REPORT							
3. NAME AND LOCATION OF RECEIVING WAREHOUSE K & T Sugar Growers, Inc. Gretna, ID					1. LOAN APPLICATION DATE		
					2. LOAN NUMBER		
4. WAREHOUSE CODE	5. COMMODITY	6. RECEIVED BY	7. CROP YEAR	8. CONTROL NUMBER			
7-1000	<input type="checkbox"/> CANE <input checked="" type="checkbox"/> BEET	<input checked="" type="checkbox"/> TRUCK <input type="checkbox"/> RAIL <input type="checkbox"/> BARGE <input type="checkbox"/> IN STORE	2013	1			
		9. DATE ISSUED		10/31/2013			
10. QUANTITY	A. TOTAL NET POUNDS	B. GROSS WEIGHT	C. NUMBER OF UNITS	D. NUMBER OF UNITS			
	10,000,000	10,200,000	100,000	DAMAGED	SHORT	OVER	
11. QUALITY	Refined sugar must be dry and free flowing; free of excessive sediment; and free of any objectionable color, flavor, odor, or other characteristic which would impair its merchantability or which would impair or prevent its use for normal commercial purposes.						
12. CERTIFICATION AND SIGNATURE							
I certify that the refined sugar described on this report is refined sugar:							
<ul style="list-style-type: none"> in which title is vested in CCC, or placed in storage by someone other than CCC and pledged to CCC as security for a CCC loan, and which will be safely stored so that refined sugar equivalent to the quantity and quality stated in Item 10 and 11 of this KC-227-A may be delivered, upon demand, to the owner of such refined sugar, CCC, or to another person (transferee). 							
This form must be signed by an authorized individual; i.e., corporate officer, partner or proprietor. A manager cannot sign unless authorized by a resolution of the Board of Directors or Power of Attorney furnished by a partner or proprietor.							
A. WAREHOUSE OPERATOR-S SIGNATURE				B. DATE			
PRIVACY ACT AND PUBLIC BURDEN STATEMENTS							
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 7 CFR Part 1423, 7 CFR Part 1435, and the Commodity Credit Corporation Charter Act (15 U.S.C. 714 et seq.). The information will be used to record refined sugar received into the warehouse for storage of CCC-interest sugar. 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 determination of ineligibility for program benefits.							
The authority for collecting the following information is Public Law 107-171. This authority allows for the collection of information without prior OMB approval mandated by the Paperwork Reduction Act of 1995. The time required to complete this information collection is estimated to average 15 minutes per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information.							
The provisions of appropriate criminal and civil fraud, privacy, and other statutes may be applicable to the information provided. RETURN THIS COMPLETED FORM TO THE APPROPRIATE FARM SERVICE AGENCY COUNTY OFFICE OR SERVICE CENTER.							
NONDISCRIMINATION STATEMENT							
The U.S. Department of Agriculture (USDA) prohibits discrimination against its customers, employees, and applicants for employment on the bases of race, color, national origin, age, disability, sex, gender identity, religion, reprisal, and where applicable, political beliefs, marital status, familial or parental status, sexual orientation, or all or part of an individual's income is derived from any public assistance program, or protected genetic information in employment or in any program or activity conducted or funded by the Department. (Not all prohibited bases will apply to all programs and/or employment activities.)							
If you wish to file a Civil Rights program complaint of discrimination, complete the USDA Program Discrimination Complaint Form, found online at http://www.ascr.usda.gov/complaint_filing_cust.html , or at any USDA office, or call (866) 632-9992 to request the form. You may also write a letter containing all of the information requested in the form. Send your completed complaint form or letter to us by mail at U.S. Department of Agriculture, Director, Office of Adjudication, 1400 Independence Avenue, S.W., Washington, D.C. 20250-9410, by fax (202) 690-7442 or e-mail at program.intake@usda.gov . Individuals who are deaf, hard of hearing, or have speech disabilities and wish to file either an EEO or program complaint, please contact USDA through the Federal Relay Service at (800) 877-8339 or (800) 845-6136 (in Spanish). Persons with disabilities, who wish to file a program complaint, please see information above on how to contact us by mail directly or by email. If you require alternative means of communication for program information (e.g., Braille, large print, audiotape, etc.) please contact USDA's TARGET Center at (202) 720-2600 (voice and TDD).							

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136 County Office Notice to Processors Before Maturity (Continued)

D In-Process Sugar Loan Maturity Letter

The following is an example of a loan maturity notification letter for in-process sugar loans.

Note: Nonreceipt of a loan maturity letter does **not** negate the processor’s responsibility for repaying the outstanding loan principal plus interest, if applicable, by the loan maturity date provided on signed CCC-677* * *.

(Date)

Processor’s Name
Address
City, State, ZIP Code

Dear Sugar Processor:

This letter serves as notification that your (crop year) in-process sugar loan (loan number) will mature (maturity date). If the maturity date falls on a non-workday, the loan may be repaid on the next business day.

You may, any time before loan maturity, repay all or any part of the loan collateral by paying the Commodity Credit Corporation (CCC) the applicable principal plus interest.

If you do not repay the loan, the loan collateral will be forfeited to CCC. Since this loan was an in-process sugar loan, CCC’s loan agreement with you specifies that you must convert the forfeited in-process sugar loan quantity to refined sugar within 30 calendar days from loan maturity. The refined sugar will be accepted by CCC as payment in full of principal and interest, provided the refined sugar is of acceptable grade and quality for sugar loans.

After the conversion you must present CCC with either a KC-227 or KC-227-A. CCC may make a payment to you based on the quality on the KC-227 or KC-227-A if the value of the processed sugar forfeited exceeds the loan principal amount. You will be liable for the deficiency if the value of the processed sugar is less than the amount of principal loaned to you.

If the transfer of the refined sugar of suitable quality to CCC does not occur within 30 calendar days from maturity, CCC may charge liquidated damages according to the Sugar Loan Program regulation in 7 CFR Part 1435.105(i)(4).

Our records do not reflect that you have filed for bankruptcy protection under Title 11 of the United States Code. If you have filed for bankruptcy, please notify us so that we may update our records and proceed to resolve this debt in accordance with bankruptcy procedures.

Please contact this office if you have any questions, or to inspect and copy records associated with the loan.

Sincerely,

County Executive Director

--*

137 Loan Forfeiture Procedures

A Nonrecourse Loans

For loans forfeited or delivered to CCC, loanmaking County Offices shall:

- complete settlement according to:
 - paragraph 374 for processed loans
 - paragraphs 386 and 387 for in-process loans

Note: Processed loans shall be forfeited the day after maturity unless the maturity date falls on a nonworkday. In this case, the maturity date shall be the next workday and the loan, if still outstanding, shall be forfeited the following day.

- send a copy of the following to KCCO at:

*--COMMODITY MANAGEMENT DIVISION
 MERCHANDISING BRANCH
 BEACON FACILITY STOP 8748
 P O BOX 419205
 KANSAS CITY, MO 64141-6205
 Telephone 816-926-3816
 FAX 816-823-1804

- sugar warehouse receipts--*
- KC-227 or KC-227-A
- * * *
- **not** release custody of the original CCC-677 or CCC-678 or mark it “paid” until notified that the full loan quantity is covered by a storage agreement entered into between KCCO and a warehouse operator.

KCCO will process final settlements with processor on the basis of weight/scale tickets at destination.

Quality premiums and discounts will be applied at the time of forfeiture or settlement to sugarcane loans **only** (Exhibits 17 and 18).

Crop Loan Rates

A National Average Sugar Loan Rates

*--The following provides the national (weighted average) loan rates for the **2013** crops of--*
domestically grown sugar beets and sugarcane.

Commodity	Loan Rate (Cents Per Pound)
Beet Sugar, Refined	24.09
Cane Sugar, Raw Value	18.75

B Regional Beet Sugar Loan Rates

The regional loan rates have been adjusted to reflect the processing location of sugar offered as
*--collateral for price support loans. The following provides the regional **2013** crop (FY 2014) loan
rates for refined beet sugar.

Area/Region Code	States	Loan Rate (Cents Per Pound)
1	Michigan Ohio	25.47
2	Minnesota eastern half of North Dakota	23.82
3	northeastern quarter of Colorado Nebraska southeastern quarter of Wyoming	24.40
4	Montana northwestern quarter of Wyoming western half of North Dakota	24.17
5	Idaho Oregon Washington	23.58
6	California	24.89

--*

Crop Loan Rates (Continued)

B Regional Beet Sugar Loan Rates (Continued)

The regional loan rates have been adjusted to reflect the processing location of sugar offered as *-collateral for price support loans. The following provides the regional **2012** crop (FY 2013) loan rates for refined beet sugar.

Area/Region Code	States	Loan Rate (Cents Per Pound)
1	Michigan Ohio	25.57
2	Minnesota eastern half of North Dakota	23.93
3	northeastern quarter of Colorado Nebraska southeastern quarter of Wyoming	24.44
4	Montana northwestern quarter of Wyoming western half of North Dakota	24.01
5	Idaho Oregon Washington	23.30
6	California	24.84

C Regional Cane Sugar Loan Rates

The following provides **2013** crop (FY 2014) regional loan rates for cane sugar, raw value.

Area/Region Code	Area	Loan Rate (Cents Per Pound), Raw Value
1	Florida	18.19
2	Hawaii	17.95
3	Louisiana	19.61
4	Texas	18.36--*
6	Sugar processed in Hawaii, but placed under loan on the United States mainland	18.75

Crop Loan Rates (Continued)

C Regional Cane Sugar Loan Rates (Continued)

*--The following provides **2012** crop (FY 2013) regional loan rates for cane sugar, raw value.

Area/Region Code	Area	Loan Rate (Cents Per Pound), Raw Value
1	Florida	18.13
2	Hawaii	17.57
3	Louisiana	19.46
4	Texas	18.88--*
6	Sugar processed in Hawaii, but placed under loan on the United States mainland	18.75

D Regional In-Process Beet Sugar Loan Rates

*--The following provides the regional **2013** crop (FY 2014) loan rates for in-process beet sugar, which is 80 percent of the applicable loan rate.

Area/Region Code	States	Loan Rate (Cents Per Pound)
1	Michigan Ohio	20.38
2	Minnesota eastern half of North Dakota	19.06
3	northeastern quarter of Colorado Nebraska southeastern quarter of Wyoming	19.52
4	Montana northwestern quarter of Wyoming western half of North Dakota	19.34
5	Idaho Oregon Washington	18.86
6	California	19.91

--*

Crop Loan Rates (Continued)

D Regional In-Process Beet Sugar Loan Rates (Continued)

*--The following provides the regional **2012** crop (FY 2013) loan rates for in-process beet sugar, which is 80 percent of the applicable loan rate.

Area/Region Code	States	Loan Rate (Cents Per Pound)
1	Michigan Ohio	20.46
2	Minnesota eastern half of North Dakota	19.14
3	northeastern quarter of Colorado Nebraska southeastern quarter of Wyoming	19.55
4	Montana northwestern quarter of Wyoming western half of North Dakota	19.21
5	Idaho Oregon Washington	18.64
6	California	19.87

E Regional In-Process Cane Sugar Loan Rates

The following provides the regional **2013** crop (FY 2014) loan rates for in-process cane sugar, raw value, which is 80 percent of the applicable loan rate.

Area/Region Code	States	Loan Rate (Cents Per Pound), Raw Value
1	Florida	14.55
2	Hawaii	14.36
3	Louisiana	15.69
4	Texas	14.69--*
6	Sugar processed in Hawaii, but placed under loan on the United States mainland	15.00

*--The following provides the regional **2012** crop (FY 2013) loan rates for in-process cane sugar, raw value, which is 80 percent of the applicable loan rate.

Area/Region Code	States	Loan Rate (Cents Per Pound), Raw Value
1	Florida	14.50
2	Hawaii	14.06
3	Louisiana	15.57
4	Texas	15.10--*
6	Sugar processed in Hawaii, but placed under loan on the United States mainland	15.00

--*

Minimum Price Support Payment Levels for Sugar Beets and Sugarcane

A Sugarcane Minimum Price Support Levels

*--This table provides the **2013** crop (FY 2014) regional minimum price support levels per net or gross ton for average quality sugarcane.

Area	Level
Florida	\$28.33 per net ton
Hawaii	\$31.91 per net ton
Louisiana	\$28.50 per gross ton
Texas	\$23.37 per gross ton--*

B Sugar Beet Minimum Payment

Sugar beet grower minimum payments are the amount specified in the grower processor contract.

Example Letter for Sugar Processors

*--

Dear Sugar Processor	Date:
<p>Our records indicate you did not elect to repay loan number 13XXX by the final maturity date of MM/DD/YYYY. Since this loan was an in-process sugar loan, CCC's loan agreement with you specifies you must convert the forfeited in-process sugar loan quantity to refined sugar within 30 calendar days from loan maturity. The refined beet sugar will be accepted as payment in full of principal and interest provided the refined sugar is of acceptable grade and quality for sugar loans.</p> <p>Once the conversion is fully processed into refined sugar, you shall transfer title to the sugar to the Commodity Credit Corporation (CCC). Upon transferring the sugar, CCC will make a payment to you based on the KC-227-A in an amount equal to the difference between the loan rate for in-process sugar and refined sugar times the quantity of sugar transferred to CCC not to exceed the original loan quantity or the quantity that was remaining in the above identified loan at forfeiture. You will be liable for the deficiency if the net proceeds are less than the amount of principal loaned to you.</p> <p>If transfer of the refined beet sugar of suitable quality to CCC does not occur within 30 days from maturity, CCC may charge liquidated damages according to the sugar program regulations at 7 CFR Part 1435.105 (i)(4).</p> <p>In addition, until you submit the KC-227-A for settlement, title will not transfer to CCC and you shall continue to store the loan collateral at no cost to CCC.</p> <p>Should you have any questions, feel free to contact us.</p> <p>_____ County Executive Director</p>	

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