

UNITED STATES DEPARTMENT OF AGRICULTURE

Farm Service Agency
Washington, DC 20250

Cotton Loans and Loan Deficiency Payments
7-CN (Revision 15)

Amendment 50

Approved by: Acting Deputy Administrator, Farm Programs



Amendment Transmittal

A Reasons for Amendment

Paragraph 3 has been amended to update the FSA handbooks about cotton loan, cotton LDP, and recourse Seed Cotton Loan Programs.

Paragraph 4 has been amended to remove a Web address for Price Support Training modules that is no longer active.

Paragraph 5 has been amended to update the point of contact to submit suggestions to the index for 7-CN.

Paragraph 21 has been amended to clarify when to issue payments of \$9.99 or less.

Subparagraphs 25 B and C have been removed because payment limits do not apply to market loan gains and LDP amounts.

Paragraph 37 has been amended to update lobbying activity provisions as to when CCC-674 is required if loan proceeds exceed \$150,000 or LDP's exceed \$100,000.

Paragraph 40 has been amended to replace nonresident producer provisions that are obsolete with Eligible Foreign Person policy and provisions.

Subparagraph 41 C has been amended to include load-out charges for authorizing offsets.

Paragraph 42 has been amended to update notification procedures for over-disbursements and receivables.

Paragraph 43 has been amended to update the payment and AGI limitation for 2009 through 2012 crops.

Amendment Transmittal (Continued)

A Reasons for Amendment (Continued)

Paragraph 44 has been withdrawn because payment limitation is not applicable to 2009 and subsequent cotton crops.

Paragraph 46 has been amended to update the policy and procedure for prompt payment interest.

Subparagraph 49 C has been amended to update the maximum storage credit rates for crop years 2009 through 2012 and to remove language that was duplicated on page 1-99.

Paragraph 52 has been amended to update the provisions for gaining access to COPS.

Subparagraph 54 E has been amended to include the updated CCC-770 and instructions.

Paragraph 110 has been added to provide AGI under the producer eligibility.

Paragraph 124 has been amended to update the lien search and UCC-1 or equivalent filing requirements.

Paragraph 127 has been amended to provide provisions for commodities from ACRE-elected farms and examples of determining ACRE-elected rates for MAL's and LDP's.

Subparagraph 172 C has been added to include the policy for adjusting the loan rate for commodities pledged for a loan or LDP request harvested from an ACRE-elected farm.

Subparagraph 181 B has been amended to remove the reference to commodity certificates.

Subparagraph 181 C has been amended, subparagraphs 181 D and 197 C have been removed, and paragraphs 201 and 201.5 have been withdrawn because commodity certificate exchange is no longer authorized for the cotton loan program.

Exhibit 3.5 has been amended to provide correct paragraph references.

Exhibit 5 has been amended to reflect the coarse count adjustments according to paragraph 27.

Amendment Transmittal (Continued)

Page Control Chart		
TC	Text	Exhibit
1-4 4.5, 4.6	1-3 through 1-16 1-41, 1-42 1-47, 1-48 1-67 through 1-88 1-88.5 through 1-88.8 (remove) 1-89 through 1-94 1-98.5, 1-98.6 1-103 through 1-106 1-106.5 through 1-106.8 1-106.11 through 1-106.14 2-15 through 2-32 2-39 through 2-46 2-51 2-52 (add) 3-25, 3-26 3-37, 3-38 3-89, 3-90 3-107 through 3-114 3-114.5, 3-114.6 (remove)	1, pages 1-4 page 5 3.5, pages 1, 2 5, pages 1-6

Table of Contents

Page No.

Part 1 General Information and Administrative Provisions

Section 1 General Information

1	Purpose and Authorities	1-1
2	Program Objectives.....	1-2
3	Related Handbooks	1-3
4	Related Web Sites	1-5
5	Alphabetical Index	1-6
6-8	(Reserved)	

Section 2 Responsibilities

9	National Office Responsibilities	1-17
10	Kansas City Office Responsibilities	1-18
11	STC Responsibilities	1-22
12	SED Responsibilities	1-24
13	COC Responsibilities	1-25
14	CED Responsibilities	1-26
15-20	(Reserved)	

Section 3 Administrative Provisions

21	Amounts of \$9.99 or Less	1-41
22	AWP and CCA Announcement Times	1-41
23	Appeals	1-43
24	Bankruptcy Cases	1-45
25	Calculations of LDP and Market Gains	1-47
26	CCA's and FCA's	1-47
27	CCA: Applicable Bales	1-49
28	Corporations and Partnerships Dissolved and Loan Assumptions	1-50
29	Cotton Clerks	1-51
30	Finality Rule	1-52
31	Lost or Damaged Cotton Loan Collateral	1-53
32	Graduated Payment Reductions	1-55
33	Interest Rates	1-57
34	IRS Reporting Requirements	1-58
35	Loans Ineligible for Forfeiture	1-58
36	(Withdrawn--Amend. 41)	
37	Lobbying Activity Provisions	1-68
38	Market Gain Reports	1-81
39	Misinformation and Misaction	1-82
40	Eligible Foreign Person	1-82

Table of Contents (Continued)

Page No.

Part 1 General Information and Administrative Provisions (Continued)

Section 3 Administrative Provisions (Continued)

41	Offsets	1-83
42	Overdisbursements and Receivables	1-85
43	Payment and AGI Limitation for 2009-2012 Crops	1-89
44	(Withdrawn--Amend. 50)	
45	Power of Attorney	1-90
46	Prompt Payment Act	1-91
47	(Withdrawn--Amend. 41)	
48	Warehouse Status Notification	1-95
49	Warehouse Storage and Receiving Charges	1-98
50	Notification During NITC Failure	1-99
51	Soldiers' and Sailors' Civil Relief Act of 1940	1-101
52	Accessing COPS	1-103
53	Eligibility Review	1-106.5
54	CCC-770 CottonMAL's and CCC-770 LDP/eLDP's.....	1-106.5
55, 56	(Reserved)	

Section 4 State Office Administrative Activities

57	Program Violations	1-107
58	Supervision	1-108
59	Approving County Offices to Make Seed Loans Without Measurement	1-109
60-63	(Reserved)	

Section 5 Automated Price Support System

64	Automated Procedures	1-117
65	County Office-Maintained Table Files	1-118
66	Producer and Loan Identification	1-120
67-69	(Reserved)	

Section 6 Ginner Approval Requirements, Agreements, and Codes

70	Overview.....	1-125
71	Cooperating Ginner Requirements Using CCC-809.....	1-126
72	Bagging and Tie Requirements Agreement Using CCC-809	1-128
73	Approving Cooperating Ginners.....	1-130
74	Cotton Ginned by Noncooperating Ginners	1-131
75	Nonspecification Bagging Used by a Cooperating Ginner.....	1-132
76	Posting Ginner Lists.....	1-133
77	Sending Lists to Producers, LSA's, and Cooperatives	1-135
78	(Withdrawn--Amend. 32)	

Table of Contents (Continued)

Page No.

Part 1 General Information and Administrative Provisions (Continued)

Section 6 Ginner Approval Requirements, Agreements, and Codes (Continued)

79	Ginner Approval Application for Seed Cotton Loans Using CCC-879	1-139
80	Ginner Approval and Agreement Using CCC-880.....	1-141
81	Updating Ginner Code Table in APSS	1-145
82	Accessing Ginner Code Table in APSS.....	1-146
83-99	(Reserved)	

Part 2 Eligibility

Section 1 Producer Eligibility

100	Determining Producer Eligibility	2-1
100.5	Delinquent Federal Nontax Debtors	2-6
101	Other Producer Eligibility Requirements	2-6.6
102	BI Determinations	2-7
103	BI and Contract Review	2-8
104	Types of Contracts	2-11
105	Heirs of a Deceased Producer	2-12
106	Estates and Trusts	2-15
107	CMA and LSA Member Eligibility	2-15
108	Producers Who Are Warehouse Operators	2-16
109	(Withdrawn--Amend. 43)	
110	AGI	2-16
111-117	(Reserved)	

Section 2 Cotton Eligibility

118	Eligibility Requirements	2-33
119	Eligible Quantity	2-35
120	Landlord-Tenant Provisions	2-36
121	Storage Requirements	2-37
122	Fire Insurance Requirements	2-38
123	Basic Cotton Quality Requirements	2-39
124	Liens: Search, Waivers, and UCC-1 Requirements.....	2-40
125	Bale and Quality Requirements	2-49
126	(Withdrawn--Amend. 22)	
127	Commodities From ACRE-Elected Farms	2-51
128-159	(Reserved)	

Table of Contents (Continued)

Page No.

Part 3 Loans for Ginned Cotton

Section 1 Loan Requirements

160	Regular Loans and Loans for Immediate Commodity Certificate Exchange	3-1
161	Source of Loans	3-2
162	Loan and LDP Availability and Maturity Dates	3-3
163	(Withdrawn--Amend. 32)	
164	Warehouse Receipt Requirements	3-13
165	Statement of Charges Attached to Warehouse Receipts.....	3-18
166	Electronic Warehouse Receipts	3-19
167	Classification Data	3-20
168, 169	(Withdrawn--Amend. 27)	
170	Preprocessed Bale Data.....	3-23
170.5	Processing Loans Through Cotton Warehouse Receipt Process	3-24
171	(Withdrawn--Amend. 32)	
172	Loan Rates for Ginned Cotton	3-25
173	Loan Service Fee	3-27
174	Allowable and Nonallowable Loan Charges	3-27
175	Research and Promotion Fees	3-28
176-180	(Reserved)	

Section 2 Loanmaking, Ginned Cotton

181	Before Processing the Loan	3-37
181.5	Completing CCC-10	3-38.5
182	Using CCC Cotton A-5, Statement of Eligibility and Information Worksheet ...	3-38.10
183	(Withdrawn--Amend. 32)	
184	Compression Status	3-41
185	Producers' Loan Shares	3-42
186	Preparation Codes for APSS	3-43
187	Regular Loan Processing in APSS	3-44
188	Manual Loan Processing.....	3-57
189	Using CCC-Cotton A, Producer's Note and Security Agreement	3-58
190	Using CCC-Cotton A Continuation	3-63
191	Using CCC-Cotton A-1, Schedule of Pledged Cotton	3-67
192	Manual Loan Processing in APSS	3-72
193	Loan Document Retention and Distribution	3-80
194-196	(Reserved)	

Table of Contents (Continued)

Page No.

Part 3 Loans for Ginned Cotton (Continued)

Section 3 Loan Repayments, Ginned Cotton

197	Basic Provisions.....	3-89
197.5	Documentation Requirements for County Office Redemption	3-92
198	Upland Cotton Cash Loan Repayments.....	3-92.5
199	Cash Loan Repayments Through APSS	3-93
200	CCC-500, Loan Repayment Receipt.....	3-107
201, 201.5	(Withdrawn--Amend. 50)	
202	Estimating Upland Cotton Loan Repayments.....	3-115
203	Insufficient Cash Repayment Amounts	3-119
204	Using CCC-605, Authorization of Electronic Agent and Designation of Agent - Cotton.....	3-122
205	Required Signatures and Documents for Agent Designations.....	3-124.6
206	Using CCC-605-2, Designation of Subsequent Agent	3-127
207	Completing Designation of Agent Forms	3-128
208	Maturity Date Notification Letter	3-136
209	Wire Transfer Repayments	3-138.5
210	Release of Warehouse Receipts	3-140
210.1	Transferred Loan Collateral.....	3140.1

Section 3.5 Redeeming Loans Using CCR

210.5	Redeeming Loans Using CCR.....	3-140.5
210.6	(Withdrawn--Amend. 22)	
210.7	Updating EAD Indicator.....	3-140.8
210.8	Processing CCR Transactions.....	3-140.10
210.9	Transferring CCR Repayment Rile to APSS	3-140.11
210.10	Processing CCR Repayments in APSS.....	3-140.13
210.11	Correcting COPS Errors	3-140.17

Section 4 Loan Forfeitures, Ginned Cotton

211	Forfeiture Policy	3-141
212	Loan Forfeitures Process Through APSS	3-143
213	(Withdrawn--Amend. 44)	3-146
214	Collecting Charges Due on Forfeited Loans.....	3-147
215	Accessing and Updating Producer Collection Invoices.....	3-151
216, 217	(Reserved)	

Section 5 (Withdrawn--Amend. 32)

218-220	(Withdrawn--Amend. 32)	
221	(Reserved)	

Table of Contents (Continued)

Page No.

Part 3.5 Outside-Stored ELS Loans

Section 1 Eligibility and General Requirements, Outside-Stored ELS

222	Producer Eligibility Requirements.....	3.5-1
222.5	Cotton Eligibility Requirements	3.5-1
222.6	Bale Eligibility Requirements.....	3.5-3
222.7	Producer Responsibilities and Liabilities.....	3.5-4
222.8	Loan Requirements, Exemptions, Conversion to Warehouse	3.5-5

Section 2 Loan Making and Repayments for Outside-Stored ELS

223	Bale Information Requirements.....	3.5-51
223.5	Loan Rate	3.5-52
223.6	Fees: Loan Service and Research and Promotion.....	3.5-52
223.7	Revision to Article 9 of UCC.....	3.5-53
223.8	Special Instructions for Loan Application Forms.....	3.5-56
223.9	Manual Process for Outside-Stored ELS Loans	3.5-57
223.10	Outside-Stored ELS Cotton Loanmaking in APSS	3.5-58

Section 3 Loan Repayments and Forfeitures, Outside-Stored ELS

224	Loan Repayments and Forfeitures	3.5-101
224.5	Maturity Date Notification Letter	3.5-102
224.6	Charges	3.5-103

3 Related Handbooks

A Related FSA Handbooks

FSA handbooks related to Cotton Loan, Cotton LDP, and recourse Seed Cotton Loan Programs include:

- 9-AO for investigating program violations
- 1-APP for appeals
- *--25-AS for State and County Office record operations--*
- 1-CM for common provisions relating to signature requirements, power of attorney, maintaining the name and address file, and assignments
- 2-CM for common farm and program provisions
- 1-CMA for CMA and LSA loan and LDP procedures
- 14-CN for handling cotton loans prepared by cotton clerks
- 21-CN for CCC-automated cotton loan reporting for CMA's and LSA's
- 22-CN for CCC's LSA program
- 2-CP for acreage reporting
- 6-CP for HELC and WC provisions
- *--7-CP for finality rule and equitable relief--*
- 3-FI for depositing remittances

3 Related Handbooks (Continued)

A Related FSA Handbooks (Continued)

- 50-FI for interest rates
- *--58-FI for managing FSA and CCC debt
- 61-FI for prompt payment and interest penalties--*
- 62-FI for reporting data to IRS
- *--64-FI for establishing and reporting receipts and receivables on NRRS--*
- 4-PL for payment eligibility and AGI
- 12-PS for processing seed cotton loan repayments
- 20-PS for State Office APSS operations.

4 Related Web Sites

A Cotton Web Sites

The following web sites provide information used to administer cotton loans and LDP's.

Web Site Content	Web Site Address
COPS	https://dln01.fsa.usda.gov
Reports of loan and LDP activity by national, date, and county level for cotton and other commodities (a PSD web site)	http://www.fsa.usda.gov/FSA/webapp?area=home&subject=prsu&topic=psr
Cotton AWP, LDP Rates, and CCA (weekly table)	http://www.fsa.usda.gov/FSA/epasReports?area=home&subject=ecpa&topic=fta-uc
Loan Rates: Cotton (and other commodities) by State/county	http://www.fsa.usda.gov/FSA/webapp?area=home&subject=prsu&topic=lor
Specifications for Cotton Bale Packaging Materials of JCIBPC	http://www.cotton.org/tech/bale/index.cfm
Forms: FFAS Employee Site	http://intra3.fsa.usda.gov/dam/ffasforms/forms.html (CLICK "Find Current Forms Using Our Form Number Search")
Notices	http://www.fsa.usda.gov/FSA/notices?area=home&subject=la re&topic=not&setflag=FORMURL&getData=None (from the "Subject" drop-down menu, CLICK "Cotton Program")
eAuthentication	http://www.eauth.egov.usda.gov/
Warehouses: <ul style="list-style-type: none"> • list of approved cotton warehouses • receiving and storage rates. 	https://dln01.fsa.usda.gov (COPS web site) (CLICK "Home Pages", then "Warehouse Home", then "Online Lists", and then "Tariff Rates")
AMS: Weekly Cotton Market Report	http://www.ams.usda.gov/cotton/mncs/index.htm
National Cotton Council: industry news	http://www.cotton.org
* * *	* * *

5 Alphabetical Index

A Index for This Handbook

Exhibit 3.5 provides an alphabetical index to cotton program policy and instructions provided in this handbook. This index can be used as a supplement to the Table of Contents.

Suggestions for this index should be sent to PSD by e-mail to
--kelly.hereth@wdc.usda.gov.--

6-8 (Reserved)

Section 3 Administrative Provisions

21 Amounts of \$9.99 or Less

A Handling Payments

[7 CFR 1427.20] Amounts of \$9.99 or less will be paid to producers only upon the request of the producer. If the payee requests that all payments of \$9.99 or less be made, keep **either** of the following on file:

- documentation of payee's verbal request
- payee's written request.

22 AWP and CCA Announcement Times

A Announcement Time

[7 CFR 1427.25] AWP, CCA, and FCA will normally be announced by the National Office at 4 p.m. e.t. each Thursday. They become effective for calculations as specified subparagraph B.

If Thursday or Friday, or any number of subsequent days, is a nonworkday in Washington, DC, AWP and CCA shall be announced the next workday at 8 a.m. e.t.

B Effective Time Period

[7 CFR 1427.25] The effective time period for each weekly AWP, CCA, and LDP rate, calculated using the regulatory formula at 7 CFR 1427.25, is unchanged by any announcement delays that may occur. Announced AWP's and CCA's do **not** remain effective past their normal expiration time if the subsequent AWP **cannot** be announced for any reason.

The effective time period of announced AWP's and CCA's is 12:01 a.m. Friday (a minute past midnight of the Thursday when normally announced) through midnight of the following Thursday whether the prices are announced:

- at the usual time of Thursday, 4 p.m. e.t.
- on a Friday at 8 a.m. e.t., because the immediately preceding Thursday was **not** a Federal workday in Washington, DC
- on any subsequent day following a Friday; in this case, the delayed-announced AWP and CCA shall be retroactively applicable to what would have been their effective time period had they been announced at the usual Thursday time.

22 AWP and CCA Announcement Times (Continued)

C Accepting Transaction Requests When AWP Not Announced

Effective October 31, 2002, for transactions of all crop years, the “dead hour”, the time during which applications for loan repayments and LDP’s were **not** accepted, was terminated.

Requests for loan repayments and LDP’s may be accepted at all hours subject to the effective AWP and CCA. If there is an extended period during which the current AWP, CCA, and LDP rate are **not** announced for any reason, requests for loan repayments and LDP’s shall be accepted at the County Office. Such applications shall be subject to AWP and CCA subsequently announced as effective for the date the application was received.

In the event that a repayment request is made during an extended period when AWP is **not** announced, the loan repayment may be accepted according to subparagraph 202 A as an estimated repayment, and bales released, based upon the higher of either of the following:

- the amount provided for the repayments
- the last announced repayment rate.

The County Office shall obtain from the entity repaying the loan a signed and dated agreement to the following statement:

“I understand that the loan repayment amount for the cotton loan collateral requested at _____ FSA County Office is subject to recalculation upon announcement of the prevailing loan repayment rate for the cotton. I agree to pay CCC any balance due based on this recalculation.”

D Loan Repayments Received by Mail, Courier, or Wire Transfer

If a loan repayment is received by mail, courier, or wire transfer of funds, use AWP and CCA in effect on the date the repayment is received in the County Office.

***--E Accessing Cotton AWP, LDP, and Competitiveness Rates and Adjustments**

Upland cotton weekly AWP and LDP rates and CCA’s and FCA’s are available at http://www.fsa.usda.gov/FSA/epasReports?area=home&subject=ecpa&topic=fta-uc.--*

25 Calculations of LDP and Market Gains

A Market Loan Gain Amount

The market loan gain applicable to the payment limitation is equal to the difference between the loan principal amount and the loan repayment amount, excluding any credits for accrued charges.

* * *

26 CCA's and FCA's

A Determining CCA's and FCA's

[7 CFR 1427.25(f)] CCA is an adjustment intended to make designated lower grades of cotton more competitively priced. CCA is either:

- added to the LDP rate for the cotton
- subtracted from AWP for the cotton, thereby reducing either the cash loan repayment rate or the price of commodity certificates to be exchanged for the loan collateral.

CCA used to adjust the AWP or LDP rate may be less than the level of the announced CCA. Use the following table to determine CCA.

IF the announced AWP is...	THEN...	
less than or equal to NALR	CCA is equal to the announced CCA.	
greater than NALR	subtract the announced CCA from the announced AWP.	
	IF the result is...	THEN CCA is...
	equal to or greater than NALR	“zero”.
	less than NALR	the announced CCA minus the difference between: <ul style="list-style-type: none"> • the announced AWP • NALR.

36 Local Sales (Continued)

J Completing Sales

Payment **must** be:

- made before warehouse receipts are released
- in cash or other acceptable remittance
- received in the County Office within 15 calendar days after notification of the successful bid.

K Sales Proceeds

Apply the sales proceeds to the claim amount. Any amount that exceeds the claim amount plus applicable interest shall be paid to the producer.

Notes: Deposit proceeds of sales according to 3-FI.

Maintain a complete record of the transaction in the County Office.

***--37 Lobbying Activity Provisions**

A Applicability

Lobbying disclosure requirements apply to applicants and recipients of loan proceeds exceeding \$150,000 or LDP's exceeding \$100,000.

B Filing Forms

Applicants **must** file the forms specified in the following table for **each** LDP exceeding \$100,000 and for all loans exceeding \$150,000 where the loan proceeds will be used to lobby or otherwise influence the actions of a Federal official about a particular loan.

IF monies received have...	THEN...
not or will not be used to lobby or otherwise influence the action of a Federal official about a particular loan	CCC-674 is not required because CCC-601(6)(i) contains lobbying disclosure requirements. Loan applicants certify to compliance when signing CCC-677 or CCC-678.
not or will not be used to lobby or otherwise influence the action of a Federal official about a particular LDP	file CCC-674 (subparagraph C). Note: CCC-674 is needed for all LDP's exceeding \$100,000.
or will be used to lobby or otherwise influence the action of a Federal official about a particular loan or LDP	file SF-LLL (subparagraph D). CCC-674 is not required because CCC-601(6)(i) contains lobbying disclosure requirements. Loan applicants certify to compliance when signing CCC-677 or CCC-678. Note: File SF-LLL-A, if applicable (subparagraph E).

Note: Lobbying activity provisions apply to individual loans and LDP's **not** the producer/entity's cumulative total.--*

*--37 Lobbying Activity Provisions (Continued)

C Example of CCC-674

The following is an example of CCC-674.

<p>This form is available electronically. CCC-674 (08-01-98)</p>	<p>U.S. DEPARTMENT OF AGRICULTURE Commodity Credit Corporation</p>	<p>Form Approved - OMB No. 0348-0046</p>
<p>CERTIFICATION FOR CONTRACTS, GRANTS, LOANS, AND COOPERATIVE AGREEMENTS</p>		
<p>NAME AND ADDRESS OF RECIPIENT</p> <p>Able Farmer 9999 Any Road Town, ST 99999-9999</p>		
		<p>TRANSACTION DOCUMENT (<i>Loan No., Contract No., CCC-6 No(s), Check No., etc.</i>) 99999</p> <hr/> <p>PROGRAM YEAR 20xx</p>
<p><i>To comply with lobbying disclosure requirements (31 U.S.C. 1352), applicants for and recipients of: 1) A Federal loan exceeding \$150,000; or 2) A Federal contract, grant, or cooperative agreement payment exceeding \$100,000 must file, with the disbursing office:</i></p> <p><i>A. If they have not or will not use monies received for lobbying purposes, CCC-674.</i> <i>B. If they have or will use monies received for lobbying purposes, SF-LLL.</i></p>		
<p>CERTIFICATION</p>		
<p>The undersigned certifies, to the best of his or her knowledge and belief, that:</p> <ol style="list-style-type: none"> (1) No Federal appropriated funds have been paid or will be paid, by or on behalf of the undersigned, to any person for influencing or attempting to influence an officer or employee of any agency, a Member of Congress, an officer or employee of Congress, or an employee of a Member of Congress in connection with the awarding of any Federal contract, the making of any Federal grant, the making of any Federal loan, the entering into of any cooperative agreement, and the extension, continuation, renewal, amendment, or modification of any Federal contract, grant, loan, or cooperative agreement. (2) If any funds other than Federal appropriated funds have been paid or will be paid to any person for influencing or attempting to influence an officer or employee of any agency, a Member of Congress, an officer or employee of Congress, or an employee of a Member of Congress in connection with this Federal contract, grant, loan, or cooperative agreement, the undersigned shall complete and submit Standard Form-LLL, "Disclosure Form to Report Lobbying," in accordance with its instructions. (3) The undersigned shall require that the language of this certification be included in the award documents for all subawards at all tiers (including subcontracts, subgrants, and contracts under grants, loans, and cooperative agreements) and that all subrecipients shall certify and disclose accordingly. <p>This certification is a material representation of fact upon which reliance was placed when this transaction was made or entered into. Submission of this certification is a prerequisite for making or entering into this transaction imposed by section 1352, title 31, U. S. Code. Any person who fails to file the required certification shall be subject to a civil penalty of not less than \$10,000 and not more than \$100,000 for each such failure.</p>		
<p>/s/ Able Farmer</p> <hr style="width: 200px; margin: 0 auto;"/> <p>RECIPIENT SIGNATURE</p>	<p>10-12-20xx</p> <hr style="width: 200px; margin: 0 auto;"/> <p>DATE</p>	
<p>According to the Paperwork Reduction Act of 1995, an agency may not conduct or sponsor, and a person is not required to respond to, a collection of information unless it displays a valid OMB control number. The valid OMB control number for this information collection is 0348-0046. The time required to complete this information collection is estimated to average 30 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. RETURN THIS COMPLETED FORM TO YOUR COUNTY FSA OFFICE.</p>		
<p>The U.S. Department of Agriculture (USDA) prohibits discrimination in all its programs and activities on the basis of race, color, national origin, age, disability, and where applicable, sex, marital status, familial status, parental status, religion, sexual orientation, genetic information, political beliefs, reprisal, or because all or part of an individual's income is derived from any public assistance program. (Not all prohibited bases apply to all programs.) Persons with disabilities who require alternative means for communication of program information (Braille, large print, audiotape, etc.) should contact USDA's TARGET Center at (202) 720-2600 (voice and TDD). To file a complaint of discrimination, write to USDA, Director, Office of Civil Rights, 1400 Independence Avenue, S.W., Washington, D.C. 20250-9410, or call (800) 795-3272 (voice) or (202) 720-6382 (TDD). USDA is an equal opportunity provider and employer.</p>		

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*--37 Lobbying Activity Provisions (Continued)

D Example of SF-LLL

The following is an example of SF-LLL.

Approved by OMB No. 0348-0046		
<p>DISCLOSURE OF LOBBYING ACTIVITIES Complete this form to disclose lobbying activities pursuant to 31 U.S.C. 1352 (See Reverse for public burden disclosure.)</p>		
<p>1. Type of Federal Action:</p> <p><input type="checkbox"/> a. contract <input type="checkbox"/> b. grant <input type="checkbox"/> c. cooperative agreement <input type="checkbox"/> d. loan <input type="checkbox"/> e. loan guarantee <input type="checkbox"/> f. loan insurance</p>	<p>2. Status of Federal Action:</p> <p><input type="checkbox"/> a. bid/offer/application <input type="checkbox"/> b. initial award <input type="checkbox"/> c. post-award</p>	<p>3. Report Type:</p> <p><input type="checkbox"/> a. initial filing <input type="checkbox"/> b. material change</p> <p>For Material Change Only: year _____ quarter _____ date of last report _____</p>
<p>4. Name and Address of Reporting Entity:</p> <p><input type="checkbox"/> Prime <input type="checkbox"/> Subawardee Tier _____, if known:</p> <p>Congressional District, if known:</p>		<p>5. If Reporting Entity in No. 4 is a Subawardee, Enter Name and Address of Prime:</p> <p>Congressional District, if known:</p>
<p>6. Federal Department/Agency:</p>	<p>7. Federal Program Name/Description:</p> <p>CFDA Number, if applicable:</p>	
<p>8. Federal Action Number, if known:</p>	<p>9. Award Amount, if known:</p> <p style="text-align: center;">\$ _____</p>	
<p>10. a. Name and Address of Lobbying Registrant (If individual, last name, first name, MI):</p>	<p>b. Individuals Performing Services (Including address if different from No. 10a) (last name, first name, MI):</p>	
<p>11. Information requested through this form is authorized by title 31 U.S.C. section 1352. This disclosure of lobbying activities is a material representation of fact upon which reliance was placed by the tier above when this transaction was made or entered into. This disclosure is required pursuant to 31 U.S.C. 1352. This information will be reported to the Congress semi-annually and will be available for public inspection. Any person who fails to file the required disclosure shall be subject to a civil penalty of not less than \$10,000 and not more than \$100,000 for each such failure.</p>		<p>Signature: _____</p> <p>Print Name: _____</p> <p>Title: _____</p> <p>Telephone No.: _____ Date: _____</p>
<p>Federal Use Only:</p>		<p>Authorized for Local Reproduction Standard Form LLL (Rev. 7-97)</p>

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*--37 Lobbying Activity Provisions (Continued)

D Example of SF-LLL (Continued)**INSTRUCTIONS FOR COMPLETION OF SF-LLL, DISCLOSURE OF LOBBYING ACTIVITIES**

This disclosure form shall be completed by the reporting entity, whether subawardee or prime Federal recipient, at the initiation or receipt of a covered Federal action, or a material change to a previous filing pursuant to title 31 U.S.C. section 1352. The filing of a form is required for each payment or agreement to make payment to any lobbying entity for influencing or attempting to influence an officer or employee of any agency, a Member of Congress, an officer or employee of Congress, or an employee of a Member of Congress in connection with a covered Federal action. Complete all items that apply for both the initial filing and material change report. Refer to the implementing guidance published by the Office of Management and Budget for additional information.

1. Identify the type of covered Federal action for which lobbying activity is and/or has been secured to influence the outcome of a covered Federal action.
2. Identify the status of the covered Federal action.
3. Identify the appropriate classification of this report. If this is a followup report caused by a material change to the information previously reported, enter the year and quarter in which the change occurred, Enter the date of the last previously submitted report by this reporting entity for this covered Federal action.
4. Enter the full name, address, city, State and zip code of the reporting entity. Include Congressional District, if known. Check the appropriate classification of the reporting entity that designates if it is, or expects to be a prime or subaward receipt. Identify the tier of the subawardee, e.g., the first subawardee of the prime is the 1st tier. Subawards include but are not limited to subcontracts, subgrants and contract awards under grants.
5. If the organization filing the report in item 4 checks "Subawardee," then enter the full name, address, city, State and zip code of the prime Federal recipient. Include Congressional District, if known.
6. Enter the name of the Federal agency making the award or loan commitment. Include at least one organizational level below agency name, if known. For example, Department of Transportation, United States Coast Guard.
7. Enter the Federal program name or description for the covered Federal action (Item 1). If known, enter the full Catalog of Federal Domestic Assistance (CFDA) number for grants, cooperative agreements, loans and loan commitments.
8. Enter the most appropriate Federal identifying number available for the Federal action identified in Item 1 (e.g., Request for Proposal (RFP) number; Invitation for bid (IFB) number; grant announcement number; the contract, grant, or loan award number; the application/proposal control number assigned by the Federal agency). Include prefixes, e.g. "RFP-DE-90-001."
9. For a covered Federal action where there has been an award or loan commitment by the Federal agency, enter the Federal amount of the award/loan commitment for the prime entity identified in Item 4 or 5.
10. (a) Enter the full name, address, city, State and zip code of the lobbying registrant under the Lobbying Disclosure Act of 1995 engaged by the reporting entity identified in Item 4 to influence the covered Federal action.

(b) Enter the full names of the individual(s) performing services, and include full address if different from 10 (a). Enter Last Name, First Name and Middle Initial (MI).
11. Certifying official shall sign and date the form, print his/her name, title and telephone number.

According to the Paperwork Reduction Act, as amended, no persons are required to respond to a collection of information unless it displays a valid OMB Control Number. The valid OMB control number for this information collection is OMB No. 0348-0046. Public reporting burden for this collection of information is estimated to average 10 minutes per response, including time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. Send comments regarding the burden estimate or any other aspect of this collection of information, including suggestions for reducing this burden, to the Office of Management and Budget, Paperwork Reduction Project (0348-0046), Washington, DC 20503.

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***--37 Lobbying Activity Provisions (Continued)**

F County Office Action

County Offices shall follow procedures in this table each time an LDP exceeding \$100,000 is requested or each time a loan exceeding \$150,000 is requested where the loan proceeds will be used to lobby or otherwise influence the actions of a Federal official about a particular loan or LDP.

Step	Action
1	Provide the applicant a copy of CCC-674, SF-LLL, and SF-LLL-A with instructions, to complete and return the applicable form to the County Office.
2	Disburse the loan or LDP after the applicant returns the completed CCC-674, SF-LLL, or SF-LLL-A, as applicable, to the County Office.
3	File the original CCC-674, SF-LLL, and SF-LLL-A in the County Office.

Note: CCC-601(6)(i) contains lobbying disclosure requirements. Loan applicants certify to compliance when signing CCC-677 or CCC-678. Therefore, for loans exceeding \$150,000 where the loan proceeds will **not** be used to lobby or otherwise influence the actions of a Federal official about a particular loan, CCC-674, SF-LLL, and SF-LLL-A are **not** required.

G Assistance

For situations **not** covered in this paragraph, County Offices shall contact PSD through their State Office price support specialist for additional assistance.--*

38 Market Gain Reports

A General Information

Four market gain reports are available to account for market gain transactions. To access the following reports, from APSS Administrative Report Menu PAA045, ENTER "12":

- Denied Market Gain Report, see subparagraph B
- Total Market Gain Report, see subparagraph C
- Market Gain Report by Loan or LDP, see subparagraph D
- Market Gain Report by Producer, see subparagraph E.

B Denied Market Gain Report

The Denied Market Gain Report prints the total market gain for each producer ID with denied market gain for the selected crop year.

C Total Market Gain Report

The Total Market Gain Report prints the total market gain for each producer ID with market gain for the selected crop year.

D Market Gain Report by Loan or LDP

The Market Gain Report by Loan or LDP prints each market gain transaction for each producer on the selected loan or LDP.

Note: The user will be required to enter the crop year and loan or LDP number.

E Market Gain Report by Producer

The Market Gain Report by Producer prints each market gain transaction for the selected producer for the selected crop year.

Note: The user will be required to enter the crop year and either the producer's last name or ID number.

39 Misinformation and Misaction

A Applicability

Follow 7-CP if an otherwise eligible producer is deprived of benefits, because administration of the program results in:

- errors
- omissions
- misinformation
- misaction.

Note: Overdisbursement and undercollection of loan or LDP proceeds is **not** misaction.

***--40 Eligible Foreign Person**

A Foreign Person Eligibility

See 4-PL to determine eligibility requirements for foreign persons.

The applicable CCC-902 is needed to be on file at the time of MAL disbursement or LDP request to determine foreign person status. In most instances, producers who participate in DCP/ACRE have already submitted the applicable CCC-902 for an actively engaged in farming determination and to determine foreign person status.

Producers who apply **only** for MAL or LDP will need to complete the U.S. citizenship and certification portions of CCC-902 to certify U.S. citizenship status. No other parts of CCC-902 have to be completed. County Office shall manually denote across the top of CCC-902 the following statement:

“For MAL and LDP purposes only.”

B Handling Disbursements Involving an Ineligible Foreign Person

If a County Office determines that an ineligible foreign person has received a loan or LDP disbursement, the County Office shall follow this table.

IF a loan or LDP has been disbursed to...	THEN...
an ineligible foreign person	notify the producer according to paragraph 302.
a cooperative for a commodity delivered to the cooperative by an ineligible foreign person	contact the State Office for instructions.

--*

41 Offsets

A Basic Provisions

Offsets are applicable for amounts owed CCC, FSA, or other creditors. The offset amount may be shown on CCC-679 or established as the result of a claim against the producer.

Make administrative offsets from loan or LDP amounts due producers, if appropriate, according to 58-FI, **after** the notification letter has been mailed to the producer, including the notification when a loan is transferred to claims with collateral remaining on the farm.

* * *

B Joint Disbursement of Loan Proceeds

The balance of the loan proceeds may be disbursed jointly to the producer and lienholder **after** applicable administrative offsets to CCC, FSA, or other creditor agencies, as applicable, according to 58-FI, have been made when the lienholder requests joint disbursement on CCC-679 for:

- recorded lien
- unrecorded lien, if **actual** notice of lien is given to the County Office.

For other creditor agency claims received in the County Office:

- **before** the filing date of any recorded lien or notification of an unrecorded lien, the lienholder **must** agree to the creditor agency debt offset **before** disbursement of loan proceeds jointly to the producer and lienholder by checking CCC-679, block 8 (3)
- **after** the filing date of any recorded lien or notification of an unrecorded lien, the creditor agency debt shall be offset **only** if the lienholder agrees to disburse the loan proceeds solely to the producer by checking CCC-679, block 8 (1).

41 Offsets (Continued)

C Authorizing Offsets

Offsets may be made for amounts contained on a separate statement of unpaid charges, or for a separate bill for unpaid charges, if the charges:

- are associated with the handling of the commodity represented by the warehouse receipt
- have been approved by DAFP
- ~~are~~ **not** warehouse receiving, load-out, or warehouse storage charges.~~--*~~

Note: See paragraph 165 for charges attached to warehouse receipts that are commonly approved for offset.

~~These~~ charges are **not** considered a lien, but **must** be included on CCC-679, block 5 (c), if an offset will be made for the charges. See subparagraph 124 D for completing CCC-679.

If an offset applies, do **not** disburse the loan unless the lienholder agrees to the offset on CCC-679 by checking block 5 (a) or (c). If any lienholder checks block 5 (b), the loan~~--*~~ shall **not** be approved.

D Prior Liens

Deductions are made for applicable fees or charges and amounts due prior lienholders **before** offsets are made.

Do **not** make offsets on loans subject to prior liens unless agreed to by prior lienholders in writing.

E Right to Appeal

The offset does **not** deprive the producer of the right to appeal the justness of the debt.

F Bankruptcy Cases

Consult with the regional attorney, through the State Office, before making offsets when a producer is involved in bankruptcy proceedings.

42 Overdisbursements and Receivables

A Overdisbursement and Receivable Producer Liability

A producer is personally liable for repaying:

- any loan amount disbursed or LDP exceeding the amount authorized, including any charges plus applicable interest
- any receivable determined to be due CCC, plus interest. * * *

* * *

B Notifying Producers

For loans and LDP's, County Offices shall notify producers:

- of the amount due of \$10 or more
- *--immediately after the receivable due is established in NRRS.--*

* * *

--Note: NRRS automatically generates the initial notification letter and subsequent demand letters for receivables in "Open" status. See 64-FI, paragraph 24 to prevent notification and demand letters from being issued, if the County Office needs to include specific details about why the debt has been established.--

42 Overdisbursements and Receivables (Continued)

B Notifying Producers (Continued)

Take action, as applicable, according to this table.

IF...	THEN...
the overdisbursement or overpayment is not the result of a loan or LDP violation, according to Part 6, Section 1	<ul style="list-style-type: none"> • collect the amount due as follows: • for loans, if the amount due is \$24.99 or less and is discovered: <ul style="list-style-type: none"> • before settlement, do not collect immediately; however, collect on the next repayment • after settlement, do not send the producer a demand letter; immediately write off the small balance according to 12-PS * * * • for LDP's, if the amount due is: <ul style="list-style-type: none"> • \$24.99 or less, write off the small balance according to 12-PS, Part 11, Section 2 • *--\$25 or more, follow procedure in 64-FI for demanding payment.--*
a receivable is created as a result of an amount remitted to CCC and is less than the amount required	if the total amount outstanding is: <ul style="list-style-type: none"> • \$24.99 or less, see 12-PS * * * • \$25 or more with outstanding loan balance, collect on next repayment • \$25 or more with no outstanding loan balance, follow procedure in *--64-FI for demanding payment.--*

* * *

42 Overdisbursements and Receivables (Continued)**C Notification Letter**

*--Notify the producer, using 8-LP, Exhibit 11, notification letter F when a determination has been made that an amount is due CCC.

D Additional Action

If repayment is **not** received after producer has been notified using the letter in subparagraph C, take additional action according to 8-LP, Exhibit 11.

E Demand Letter (No Appeal)

The content for the no appeal demand letter is forthcoming.

F Demand Letter (Appeal)

The content for the appeal demand letter is forthcoming.

43 Payment and AGI Limitation for 2009-2012 Crops**A Payment Limitation for 2009-2012 Crops**

For the 2009-2012 crop years CCC will **not** limit market loan gains and LDP's.

B AGI Limitation Rule for 2009-2012 crop

A person or legal entity shall not be eligible to receive Market Loan Gains or LDP benefits for the 2009 through 2012 crop years, if the average nonfarm AGI exceeds \$500,000.

Exception: The person or entity is eligible for MAL, but the loan **must** be repaid at principal plus interest.--*

44 (Withdrawn--Amend. 50)

45 Power of Attorney

A FSA-211 * * *

Producers may designate an agent on FSA-211 * * * according to 1-CM to act on their behalf in obtaining and repaying loans and obtaining LDP's.

Important: Producers shall **not** use FSA-211 to designate an agent to serve as "Holder" of EWR.

B Nonrecognized Power of Attorney

Any delegation of authority given in violation of this paragraph is without force and effect, and CCC shall **not** recognize it.

*--C Executing CCC-605 to Redeem Cotton Pledged as Collateral

An individual may execute CCC-605 on behalf of another **only** when FSA-211 signed by the grantor provides **all** of the following:

- under the FSA and CCC Programs section of FSA-211, the grantor selects 1 of the following:
 - item 1, All current programs
 - item 2, All current and all future programs
 - item 8, Marketing Assistance Loans and Loan Deficiency Payments
- under the Transactions for FSA and CCC Programs section of FSA-211, grantor selects item 7, Other
- under item 7, specifies "executing CCC-605".

Important: If FSA-211 does **not** meet all of the requirements, the appointed attorney in fact shall **not** be authorized to execute CCC-605 on behalf of the grantor.

Producers **must** be fully aware that designating an agent to execute CCC-605's grants that agent the authority to further delegate authority to another agent.

An agent designated on FSA-211 **cannot** execute a new FSA-211 to further delegate authority to another agent.--*

46 Prompt Payment Act

*--A **Applicability**

The Prompt Payment Act, as administered by FMD, requires CCC, according to 61-FI, to pay a late payment interest penalty on the amount of loan disbursements and LDP's if **all** of the following apply:

- documentation is provided
- the payment is **not** made by the due date in subparagraph B
- all eligibility requirements are met.

B Payment Due Dates

This table provides the payment owed dates for loan and LDP purposes.

IF the program is for...	THEN the payment due date is...
loan agreements	30 calendar days after the County Office receives an application with all required documentation and signatures.
manual loan repayments that result in overcollection	the eighth workday after the following: <ul style="list-style-type: none"> • repayments are recorded through APSS • loans are determined to be overpaid.
LDP's	30 calendar days from the date the producer provides all information needed to complete the LDP request. This information includes, but not limited to, the following: <ul style="list-style-type: none"> • acreage certification • AD-1026's <p>Note: Includes farm plans.</p> <ul style="list-style-type: none"> • all signatures, as applicable • CCC-902's for foreign person determinations (crop years 2009 through 2012) according to 4-PL • CCC-931. <p>Notes: For the 2012 crop year, CCC-931 must not be a version dated before 12-7-11.</p> <p>A valid AGI certification is on file according to 4-PL, Part 6 for each applicable crop year.</p>

--*

46 Prompt Payment Act (Continued)

*--B Payment Due Dates (Continued)

IF the program is for...	THEN the payment due date is...
payments that are the subject of an ongoing judicial action, including when the payee has filed for bankruptcy	30 calendar days after judicial action is completed.

C Paying Prompt Payment Interest

County Offices shall pay prompt payment interest when payment dates, according to subparagraph B and 61-FI, are **not** met. Maximum prompt payment interest is 1 year's interest (360 days).

The prompt payment interest rate is issued semiannually, by notice, and included in 50-FI.--*

47 (Withdrawn--Amend. 41)

49 Warehouse Storage and Other Charges (Continued)

C Warehouse Charges Payable Upon Forfeiture of Cotton Loan Collateral.

Producers who forfeit loan cotton to CCC in satisfaction of their loan obligation are responsible to pay the following:

- unpaid warehouse compression; if, at the time of forfeiture a bale EWR indicates that any warehouse compression charge is **not** paid, the amount of that charge will be included on the producer collection invoice
- excess storage credit; storage credits are provided based on the lower of the following:
 - submitted tariff rate for the year
 - warehouse 2006 tariff rate
 - maximum storage credit rates, for the following:
 - *--2009-2011 crops that are:--*
 - \$3.933 per bale/month for California and Arizona
 - \$2.394 per bale/month for all other States where stored
 - 2012 crop that are:
 - \$3.496 per bale/month for California and Arizona
 - \$2.128 per bale/month for all other States where stored.

* * *

In **all** cases, these storage credits continue to be calculated on the daily-rate equivalent of monthly rates.

***--Example:** A bale has been stored in a warehouse having a loan-cotton storage rate of \$2.75 per month and a maximum storage credit rate of \$2.10 per month. For a bale forfeited at the end of a 10-month loan period, the producer would be billed for the storage paid to the warehouse exceeding the maximum rate as follows:
 $10 \text{ months} \times (\$2.75 - \$2.10) = \$6.50 \text{ per bale.}--*$

52 Accessing COPS

*--A Requesting COPS Access

Users must access COPS through eAuthentication. All COPS users are **required** to obtain a Level 2 eAuthentication account to access COPS, submit forms, or to enter into a contract with USDA electronically.

Users shall access COPS according to the following table.

Step	Action		Result
1	Access COPS Home Page at https://dlnt01.fsa.usda.gov .		COPS Logon Screen will be displayed.
2	On the Welcome to COPS splash page:		
	IF COPS user...	THEN...	
	is new	click the link to acquire a Level 2 eAuthentication account at http://www.eauth.egov.usda.gov/eauthCreateAccount.html .	The eAuthentication Create An Account web page will be displayed. Note: New users will be required to have a working e-mail address to confirm they requested an eAuthentication account.
	already has a Level 1 eAuthentication account	click the link to acquire a Level 2 eAuthentication account http://www.eauth.egov.usda.gov/eauthCreateAccount.html .	The eAuthentication Create An Account Web Page will be displayed. Login to eAuthentication profile and select “Apply for Level 2 Authentication” .
	is current or already has a Level 2 eAuthentication account	click “COPS LOGON” .	The eAuthentication Certification and Consent web page will appear. Note: FSA employees must submit form FSA-13A.
3	IF the user clicks...	THEN the...	
	“I Agree”	eAuthentication Login page will be displayed.	
	“Cancel”	COPS Logon Screen will be displayed.	
4	Enter eAuthentication user ID and password and click “Login”		COPS Home Page will be displayed.

--*

52 Accessing COPS (Continued)

***--B Contacts**

Direct any questions about accessing COPS to the following.

IF COPS user is a...	THEN contact...
buyer, cotton gin, CMA, or LSA	Shannon Fulghem by: <ul style="list-style-type: none"> • e-mail to shannon.fulghem@kcc.usda.gov • telephone at 816-926-1533.
County Office employee	State Office.
State Office employee	either of the following: <ul style="list-style-type: none"> • Kelly Hereth by either of the following: <ul style="list-style-type: none"> • e-mail to kelly.hereth@wdc.usda.gov • telephone at 202-720-0448 • Shayla Watson by either of the following: <ul style="list-style-type: none"> • e-mail to shayla.watson@wdc.usda.gov • telephone at 202-690-0013.

C COPS Home Page Links

The COPS Home Page contains the following links:

- “User Guide” that provides detailed, step-by-step instructions for using the COPS web site
- “Experiencing Problems?” that provides a list of potential problems a user may experience along with suggested solutions or links to documents that contain information to solve the problems
- “Availability” that provides information related to changes in COPS availability and enhancements that appear as news bulletins.--*

53 Eligibility Review

A Review

A second party review of eligibility requirements for loan and LDP applications shall be performed before disbursement. The reviewer **must** initial the loan or LDP application when the review is completed.

Notes: The program technician shall **not** do both of the following:

- accept MAL or LDP/eLDP requests
- initial as the second party reviewer

It is recommended that CED's in 2-person County Offices:

- initial as second party reviewer
- sign as approving official, as designated by COC.

54 CCC-770 CottonMAL's and CCC-770 LDP/eLDP's

A Using CCC-770 CottonMAL's and CCC-770 LDP/eLDP's

CCC-770 CottonMAL's and CCC-770 LDP/eLDP's shall be considered management tools to help address deficiencies identified by a review or spot-check of whether program policies or procedures are being followed before issuing various farm program payments.

*--54 CCC-770 CottonMAL's and CCC-770 LDP/eLDP's (Continued)

C Example CCC-770 CottonMAL (Continued)

CCC-770 CottonMAL (01-08-09)		Page 2		
12. Distribution of Loan Documents				
A. Has CCC Cotton A-5 or CCC-877, as applicable, been distributed as follows? <ul style="list-style-type: none"> copy in County Office records copy to producer copy to cotton loan clerk, if applicable 	7-CN, paragraph 193	X		
B. Are the following documents filed in a locked, fireproof custody file? <ul style="list-style-type: none"> original signed and approved CCC Cotton A and Continuation, if applicable original CCC Cotton A-1 original transaction summary report, if applicable 	7-CN, subparagraph 193B	X		
C. Are the following documents filed in the producer's loan folder? <ul style="list-style-type: none"> copy of signed and approved CCC Cotton A copy of signed CCC Cotton A Continuation, if applicable copy of CCC Cotton A-1 copy of transaction summary report other documents signed by producer pertaining to this loan original of Producer's Disbursement Transaction Statement all printouts from Cotton PC, including Validation Review Reports, Classing Data, and Bale Recap Listings 	7-CN, subparagraph 193C	X		
D. Have the following documents been provided to the producer? <ul style="list-style-type: none"> copy of signed and approved CCC Cotton A copy of signed CCC Cotton A Continuation, if applicable copy of CCC Cotton A-1 copy of transaction summary report generated by APSS copy of Producer's Disbursement Transaction Statement CCC-601 or CCC-601 ELS (as applicable) copies of other documents signed by producer pertaining to this loan 	7-CN, subparagraph 193A	X		
13. Remarks				
Certifications: <i>I (we) the undersigned certify the above items have been verified or updated accordingly.</i>				
14A. Signature of Preparer(s)		14B. Date (MM-DD-YYYY)		
/s/ Program Technician Signature		01/13/2009		
15A. I concur/do not concur the above items have been verified or updated accordingly. <input type="checkbox"/> Concur <input type="checkbox"/> Do Not Concur		15C. Date (MM-DD-YYYY)		
15B. CED Signature for Spotcheck /s/ CED's Signature		01/30/2009		
16A. I concur/do not concur the above items have been verified or updated accordingly. <input type="checkbox"/> Concur <input type="checkbox"/> Do Not Concur		16C. Date (MM-DD-YYYY)		
16B. STC Designee Signature for Spotcheck				

--*

54 CCC-770 CottonMAL's and CCC-770 LDP/eLDP's (Continued)

D Instructions for CCC-770 LDP/eLDP

Complete CCC-770 LDP/eLDP according to this table.

The following are FSA employee CCC-770 LDP/eLDP instructions.

*--

Item	Instructions
1	Enter name of producer. This should be the name of the individual, joint operation, or entity for which benefits may be requested.
2	Enter date of LDP application.
3 and 4	Enter State and county name.
5	Enter crop year.
6	Enter LDP or eLDP number.
7	Not required to be completed.
8	Enter commodity/class/type.
LDP Request/Application	
9 A - G	CHECK (✓) appropriate box to designate either "Yes" or "No". Note: For CCC-770 questions not applicable, enter "N/A".
Producer/Commodity Eligibility Verification	
10 A - H	CHECK (✓) appropriate box to designate either "Yes" or "No". Note: For CCC-770 questions not applicable, enter "N/A". Questions 10 A through 10 E are not applicable to CMA's.
LDP Processing/Approval	
11 A and B	CHECK (✓) appropriate box to designate either "Yes" or "No". Note: For CCC-770 questions not applicable, enter "N/A". Question 11 B is not applicable to CMA's.
eLDP Processing	
12 A and B	CHECK (✓) appropriate box to designate either "Yes" or "No". Note: For CCC-770 questions not applicable, enter "N/A". Question 12 A is not applicable to CMA's.
Cotton-Specific LDP Processing	
13 A and B	CHECK (✓) appropriate box to designate either "Yes" or "No". Note: For CCC-770 questions not applicable, enter "N/A". Questions 13 A through 13 C are only applicable to cotton LDP's.
14	Enter any remarks about any questions included on CCC-770.
Certification	
15 A and B	At the time of completing the LDP request, the preparer shall sign and date.
16 A - C	CED shall CHECK (✓) appropriate box to designate either "Concur" or "Do Not Concur", and date. Note: This item will only be completed if the applicable CCC-770 is selected for spot check.
17 A - C	DD shall CHECK (✓) appropriate box to designate either "Concur" or "Do Not Concur", and date. Note: This item will only be completed if the applicable CCC-770 is selected for spot check.

--*

54 CCC-770 CottonMAL's and CCC-770 LDP/eLDP's (Continued)

E Example CCC-770 LDP/eLDP

Following is an example CCC-770 LDP/eLDP.

*--

This form is available electronically.		1. Producer/Applicant Name		2. Date of Application (MM-DD-YYYY)	
CCC-770 LDP/eLDP (09-28-10)		U.S. DEPARTMENT OF AGRICULTURE Commodity Credit Corporation		3. State Office Name	
LOAN DEFICIENCY PAYMENT (LDP) AND eLDP PROGRAM REVIEW CHECKLIST		4. County Office Name		5. Crop Year	
		6. LDP or eLDP Number		7. Farm Number	
		8. Commodity/Class/Type			
NOTE: Properly completed forms mean completed according to the applicable procedure. This shall include proper signature, shares, ID numbers, addresses, date stamp, etc.					
9. LDP Request/Application		Handbook or Other Applicable References	YES	NO	N/A
A. Is there a properly completed and signed CCC-633 EZ Page 1 on file? <i>Explain "NO" answer:</i>		8-LP, paragraph 1002 7-CN, subparagraph 261F, and paragraph 261.5			
B. Was the CCC-633 EZ Page 1 filed prior to loss of beneficial interest? <i>Explain "NO" answer:</i>		8-LP, paragraph 1002 7-CN, paragraph 261.5, 275.5			
C. Has the CCC-633 EZ, Page 1 been forwarded to other county offices, if applicable?		8-LP, paragraph 1002 7-CN, subparagraph 261G			
D. Was the completed CCC-633 EZ, Page 1 and applicable LDP benefit request page (page 2, 3 or 4) received in the county office on or before the final loan/LDP availability date?		8-LP, paragraph 226 7-CN, paragraph 263			
E. Are CCC-633 EZ, Page 1 and Pages 2, 3, or 4 date-stamped?		8-LP, subparagraph 1001E 7-CN, paragraph 263			
F. Did the producer answer the question, "Are you or any co-applicant delinquent on any Federal non-tax debt?"		8-LP, subparagraph 202A 7-CN, paragraph 100.5			
G. Has a second party reviewer verified and initialed the applicable LDP benefits page (CCC-633 EZ, Page 2, 3 or 4) to ensure the applicable LDP request was properly completed and ready for approval and processing?		8-LP, paragraph 234 7-CN, subparagraphs 271A and 274J			
10. Producer/Commodity Eligibility (Continuation)		Handbook or Other Applicable References	YES	NO	N/A
A. Is there a properly completed and timely filed FSA-578 on file for the applicable crop year, with all cropland reported? <i>Explain "NO" answer:</i>		8-LP, paragraph 200 7-CN, subparagraph 100A 2-CP, paragraph 15			
B. Has producer eligibility been verified on the CCC-770 Eligibility Checklist?		8-LP, paragraph 200 7-CN, subparagraph 53A			
C. Is the quantity requested for LDP within the COC-established reasonable yield for the commodity? NOTE: County Office must run price support queries or determine reasonableness based on maximum eligible quantity as applicable.		8-LP, paragraph 230 7-CN, subparagraph 119B			
D. If the requested quantity exceeded COC established reasonable yield, did the COC determine the quantity was reasonable? <i>Explain "NO" answer:</i>		8-LP, paragraph 230 7-CN, subparagraph 119C			
E. Did the producer have risk of producing the crop?		8-LP, paragraph 100 7-CN, paragraph 100			
F. If LDP is based upon date beneficial interest is lost, was acceptable production evidence provided and was the LDP rate verified? <i>Explain "NO" answer:</i>		8-LP, paragraphs 227 and 1004 7-CN, paragraph 262			

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54 CCC-770 CottonMAL's and CCC-770 LDP/eLDP's (Continued)

E Example CCC-770 LDP/eLDP (Continued)

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CCC-770 LDP/eLDP (09-28-10)		Page 2		
10. Producer/Commodity Eligibility (Continuation)	Handbook or Other Applicable References	YES	NO	N/A
G. Is LDP rate correct for request date and county where marketed or stored, if beneficial interest is maintained? (N/A for cotton)	8-LP, paragraph 1004			
H. Is LDP rate correct for "dates of Delivery", if LDP requested based on date of delivery? (N/A for cotton)	8-LP, paragraph 1004			
11. LDP Processing				
A. Has form CCC-674 or SF-LLL been obtained, if applicable? (LDP greater than \$100,000)	8-LP, paragraph 28 7-CN, paragraph 37			
B. Has the Financial Services System been updated to reflect assignments, if applicable? NOTE: All assignments should be on file and recorded in Financial Services as "LDP" and "LDP Web", for e-mails. (Not applicable to CMA's)	63-FI, Parts 3 and 4			
12. eLDP Processing				
A. Has eLDP customer profile been established? (Not applicable to CMA's).	15-PS, paragraph 251 7-CN, subparagraph 282B			
B. Has eLDP application been submitted and printed?	15-PS, Part 3 7-CN, paragraph 285.2			
13. Cotton – Specific LDP Processing				
A. If request is for a module-lock-in LDP, is the request date after the beginning-of-harvest-date for the County?	7-CN, paragraph 261.5 and paragraph 274			
B. If request is for a module-lock-in LDP, does production evidence from the gin indicate that the bales were produced from the modules identified on the original application.	7-CN, subparagraph 275B			
C. Has CCC-Cotton AA-1 been printed, filed in LDP folder and given to producer?	7-CN, subparagraph 278C			
14. Remarks				
<p><i>Certification: I (we) the undersigned certify the above items have been verified or updated accordingly. I also certify that the applicable LDP documents will be filed in accordance with Handbook 25-AS and that the producer will receive the applicable LDP documentation according to policies and procedures found in Handbook 8-LP.</i></p>				
15A. Signature of Preparer(s)		15B. Date (MM-DD-YYYY)		
16A. I concur/do not concur the above items have been verified or updated accordingly. <input type="checkbox"/> Concur <input type="checkbox"/> Do Not Concur				
16B. CED Signature for Spotcheck		16C. Date (MM-DD-YYYY)		
17A. I concur/do not concur the above items have been verified or updated accordingly. <input type="checkbox"/> Concur <input type="checkbox"/> Do Not Concur				
17B. STC Designee Signature for Spotcheck		17C. Date (MM-DD-YYYY)		

The U.S. Department of Agriculture (USDA) prohibits discrimination in all of its programs and activities on the basis of race, color, national origin, age, disability, and where applicable, sex, marital status, familial status, parental status, religion, sexual orientation, political beliefs, genetic information, reprisal, or because all or part of an individual's income is derived from any public assistance program. (Not all prohibited bases apply to all programs.) Persons with disabilities who require alternative means for communication of program information (Braille, large print, audiotape, etc.) should contact USDA's TARGET Center at (202) 720-2600 (voice and TDD).

To file a complaint of discrimination, write to USDA, Assistant Secretary for Civil Rights, Office of the Assistant Secretary for Civil Rights, 1400 Independence Avenue, S.W., Stop 9410, Washington, DC 20250-9410, or call toll-free at (866) 632-9992 (English) or (800) 877-8339 (TDD) or (866) 377-8642 (English Federal-relay) or (800) 845-6136 (Spanish Federal-relay). USDA is an equal opportunity provider and employer.

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106 Estates and Trusts

A Eligibility by Type

The following shall be eligible if their representative authority is legally valid according to 1-CM:

- receiver of an insolvent debtor's estate
- executor or an administrator of a deceased person's estate
- ward of an incompetent person
- guardian of an estate of a ward or an incompetent person
- trustee of a trust estate.

107 CMA and LSA Member Eligibility

A Members of CMA's

CMA's, before processing a producer's loan or LDP, **must** first establish that the producer is eligible for benefits according to 1-CMA.

B Producers Requesting Benefits Through LSA's

LSA's, before processing a producer's loan or LDP, **must** first establish that the producer is eligible for benefits according to 1-CMA.

108 Producers Who Are Warehouse Operators

A Policy

Loans may be made to a warehouse operator who, in the capacity of a producer, tenders to CCC warehouse receipts issued by such warehouse operator on cotton produced by such warehouse operator only in those States where the issuance and pledge of warehouse receipts are valid under State law.

Note: State Offices shall contact their regional attorney to determine whether these actions are valid.

109 (Withdrawn--Amend. 43)

***--110 AGI**

A AGI Policy

The Food, Conservation, and Energy Act of 2008 (2008 Act) provides that to be eligible for market loan gain or LDP, an individual or legal entity shall have an average adjusted gross nonfarm income not exceeding \$500,000.

Price support programs shall use the common routine/web service to determine the AGI eligibility of producers or legal entity members eligible to receive market gain and LDP. Payments to an entity or joint operation:

- shall be based on the pro rata interest of the person in the payment
- may be reduced by the pro rata share of the person who has direct or indirect interest in the entity, if applicable.--*

111-117 (Reserved)

123 Basic Cotton Quality Requirements

A Basic Requirements

*--[7 CFR 1427.9(a)] Ginned cotton **must** be graded by AMS and be of a grade, leaf, strength, staple length, and micronaire reading, including Exhibits 5 through 11, to be eligible for loan or LDP.

The base quality for upland cotton is:

- SLM 1-1/16 inch
- leaf 4
- micronaire 3.5 - 3.6 and 4.3 - 4.9
- strength 25.5 - 29.4 grams/tex
- length uniformity of 79.5 - 82.4 percent.--*

B Upland Cotton Quality Requirement

[7 CFR 1427.5(d)] Use the following exhibits for determining whether the applicable grade, leaf, strength, staple length, and micronaire reading are within eligible ranges for upland cotton and for determining appropriate premiums and discounts:

- Exhibit 5 for grade, leaf, and staple length
- Exhibit 6 for extraneous matter
- Exhibit 7 for uniformity
- Exhibit 8 for strength
- Exhibit 9 for micronaire readings.

C ELS Cotton Quality Requirement

[7 CFR 1427.5(c)] For program eligibility, ELS cotton **must** be a grade and staple length specified on the schedule of loan rates and premiums and discounts for ELS cotton. Use the following exhibits for determining whether the applicable grade, staple length, and micronaire reading are within eligible ranges for ELS cotton:

- Exhibit 10 for grades and staple length
- Exhibit 11 for micronaire readings.

ELS cotton of a staple length less than 44/32 (1 3/8 inch) is ineligible for loan.

D Seed Cotton Quality

[7 CFR 1427.165] Because seed cotton is * * * **not** classed before being pledged for loan, an average quality is ordinarily used in determining loan rate. * * *

124 Liens: Search, Waivers, and UCC-1 Requirements**A Basic Policy**

Lien, lien search, and UCC-1 filing policies:

- are based on:
 - producer risk factors, such as loan or LDP violations, CCC notification or awareness of existing liens, or bankruptcy or OIG review of the producer at the time of the loan request
 - the value of the individual loan or the aggregate value of multiple loans
- Note:** Aggregate value is defined as the total loan amount approved and disbursed for a specific crop year without regard to any amounts that may have been repaid.
- whether the loan is farm-stored or warehouse-stored (CCC holds a receipt)
 - whether CCC will be charged a fee for filing UCC-1 or similar records
- do **not** apply to LDP's * * * because * * * there is no opportunity for dispute over who has the superior security interest in the loan collateral.

Notes: Lien searches are **not** required for Federal and State tax liens.

--CCC-679 is required for IRS Notice of Levy.--

124 Liens: Search, Waivers, and UCC-1 Requirements (Continued)

A Basic Policy (Continued)

Use the following tables for determining the required actions.

Does the producer have 1 of the following:			
<ul style="list-style-type: none"> • loan or LDP violation in current or preceding year • existing lien on crop • at time of request, either bankruptcy or OIG investigation? 			
Answer	Loan Type	Conduct Lien Search	File UCC-1 or Equivalent if No Fee
--Loan Value Less Than \$50,000--			
Yes	All loans	Yes	Yes
No	Farm-Stored: Seed cotton or ELS Outside Stored	Yes, if no charge to CCC	Yes
	Warehouse-Stored: Upland or ELS	Yes, if no charge to CCC	No
--Loan or Aggregate Loan Value <u>1/</u> of \$50,000 and More--			
Yes	All loans	Yes	Yes
No	Farm-Stored: Seed cotton or ELS Outside Stored	Yes	Yes
	Warehouse-Stored: Upland or ELS	Yes	No

1/ Based on disbursed values, **not** outstanding balance.

IF the fee for a lien search is...	AND the fee for filing UCC-1 or similar record is...	THEN...
zero	zero	<ul style="list-style-type: none"> • conduct a lien search regardless of loan value • file UCC-1.
zero	imposed	<ul style="list-style-type: none"> • conduct a lien search regardless of loan value • file UCC-1 for farm-stored and seed-cotton loans.
imposed	zero	<ul style="list-style-type: none"> • file UCC-1 • conduct a lien search if the loan or aggregate loan *--amount is \$50,000 or more.
imposed	imposed	<ul style="list-style-type: none"> • conduct a lien search if the loan or aggregate loan amount is \$50,000 or more--* • file UCC-1 for farm-stored and seed-cotton loans.

Note: A joint disbursement of loan proceeds to the producer and lienholder does **not** satisfy the requirement for a lien waiver.

124 Liens: Search, Waivers, and UCC-1 Requirements (Continued)

B Determining Whether or Not Liens Exist

When necessary to determine whether or **not** a lien exists, County Offices shall make a lien search on **all** cotton (seed cotton and lint cotton) to be pledged for loan at the appropriate recording official's office.

Exception: If a producer certifies to a lienholder, CCC-679 can be submitted to the County Office and honored.

When:

- actual notice of the existence of an unrecorded lien is provided to the County Office by the lienholder in person or in writing, consider the lien an existing lien
- a State notifies the County Office in writing of the existence of an unrecorded statutory lien for nonpayment of a Boll Weevil Eradication Program assessment, the producer **must** seek a lien waiver from an authorized representative of the State before the loan can be disbursed.

Notes: If a lien waiver is **not** obtained, do **not** disburse the loan.

Do **not** process a State statutory lien payment as an administrative offset.

C Obtaining CCC-679

*--CCC-679's shall be obtained by the producer or CMA, as applicable:

- **after** each loan request and **before** disbursing the loan
- if liens or encumbrances are recorded, including waivers from FSA FLP representatives
- even if the liens or encumbrances will be satisfied from the loan proceeds
- if the producer certifies that a lien exists on the commodity requested for loans with immediate commodity certificate exchange
- if **actual** notice is received from a lienholder
- for IRS Federal tax liens, if the producer certifies that the lien exist.--*

124 Liens: Search, Waivers, and UCC-1 Requirements (Continued)

C Obtaining CCC-679 (Continued)

CCC-679's are **not** required for unrecorded liens unless the County Office has received actual notice of a lien from the lienholder.

CCC-679 shall be obtained from CMA, according to 1-CMA, when CMA informs the County Office that a lien is present.

Once CCC-679 is obtained for the first loan made for a specific crop year, the same CCC-679 may be used for all subsequent loans made for the specific crop, if CCC-679 is applicable for "ALL" quantity on specified farms, including "ALL" farms. However, a lien search shall be performed for **all** loan requests according to subparagraph B.

D Completing CCC-679 for Producers

County Offices shall complete:

- CCC-679 according to this table
- item 8, block (3), if applicable, according to subparagraph E.

*--

Item	Instructions
1A-C	Enter county name, address, telephone, and FAX. Notes: More than 1 County Office can be listed in item 1A. If producer farms in more than 1 county, a county with a signed CCC-679 may, if requested, FAX CCC-679 to the other County Office to use, if the crop year and cotton listed in items 3 and 4 are correct. It is not necessary for the other County Office to obtain another CCC-679 from the lienholder if the crop year and commodities are correct.
2	Enter producer name and address. If lienholder has UCC-1 filed for both the borrower and spouse, enter both names.
3	Enter crop year.
4	Enter commodity. More than 1 commodity may be listed. Enter each commodity. Example: Enter, "Cotton".
5	Lienholder must indicate how the monetary proceeds are to be distributed by entering a check (✓) in 1 of the boxes provided. See subparagraph C to complete item 5, block (c).
6	Enter lienholder's or authorized agent's name and address.
7A-C	Lienholder identified in item 6 must sign and date CCC-679.

Notes: Signed and dated CCC-679 may be FAXed to the applicable County Office.

For producers who farm in more than 1 county, signed and dated CCC-679 may be FAXed to the other County Offices.--*

124 Liens: Search, Waivers, and UCC-1 Requirements (Continued)

*--E Completing CCC-679, Item 5, Block (c)

Complete CCC-679, item 5, block (c) according to this table.

IF...	AND...	THEN...
an administrative offset does not apply		enter "none" on CCC-679, item 5, block (c), value line.
an administrative offset does apply		enter the offset amount as of the date CCC-679 is prepared on CCC-679, item 5, block (c), value line.
	the lienholder is any of the following: <ul style="list-style-type: none"> • CCC • USDA • USDA, formerly FmHA • FSA • FSA, formerly FmHA 	<ul style="list-style-type: none"> • enter the offset amount as of the date CCC-679 is prepared on CCC-679, item 5, block (c), value line • calculate the estimated net disbursement amount as follows: <ul style="list-style-type: none"> • multiply applicable county loan rate for the commodity times the quantity for loan • deduct assessments, fees, and administrative offsets, as applicable.
a statement of charges, according to paragraph 165, accompanies the warehouse receipt		do either of the following: <ul style="list-style-type: none"> • add the total dollar amount of the charges to any other offset amounts • modify the statement to add language that states whose charges are being offset without specifying the type or amount of the charges.

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124 Liens: Search, Waivers, and UCC-1 Requirements (Continued)

*--E Completing CCC-679, Item 5, Block (c) (Continued)

The following is an example of CCC-679.

<p>This form is available electronically.</p> <p>CCC-679 U.S. DEPARTMENT OF AGRICULTURE (04-07-10) Commodity Credit Corporation</p> <p style="text-align: center;">LIEN WAIVER</p>			<p>1A. County Name and Address (Including Zip Code) Any County FSA Office 900 Any RD Town, ST 99999-9999</p>		
			<p>1B. County Office Telephone Number (Including Area Code) 999-999-9999</p>		
			<p>1C. County Fax Number (Including Area Code) 999-999-9999</p>		
<p>2. Name and Address of Producer (Including Zip Code) Able Farmer 9999 Any RD Town, ST 99999-9999</p>		<p>3. Crop Year 2010</p>		<p>4. Commodity Wheat</p>	
<p>NOTE: 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 1421, 7 CFR Part 1427, 7 CFR Part 1435, the Commodity Credit Corporation Charter Act (15 U.S.C. 714 et seq.), and the Food, Conservation, and Energy Act of 2008 (Pub. L. 110-246). The information will be used to determine eligibility for program benefits. 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 Pub. L. 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 6 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 YOUR COUNTY FSA OFFICE.</p>					
<p>5. The undersigned is the holder of a lien on the commodity identified above. In order for the producer identified above to pledge such commodity as collateral for a Commodity Credit Corporation ("CCC") loan, with respect to CCC only, the undersigned waives all interest in, and title to, such commodity. The undersigned agrees that the proceeds of the loan shall be disbursed (lienholder must check one of the following):</p> <p>(a) <input checked="" type="checkbox"/> To the producer.</p> <p>(b) <input type="checkbox"/> Jointly to the producer and the undersigned lienholder.</p> <p>(c) <input type="checkbox"/> Jointly to the producer and the undersigned lienholder, less (1) \$ _____ administrative offset as of (2) _____ (Date) and charges due (3) _____.</p>					
<p>6. Name and Address of Lienholder or Authorized Agent Farmer Credit 100 Any RD Town, ST 99999-9999</p>					
<p>7A. Lienholder Signature (By) /s/ I.M. Banker</p>		<p>7B. Title/Relationship (of the Individual Signing in the Representative Capacity) Vice President</p>		<p>7C. Date 10-10-20XX</p>	
<p>7A. Lienholder Signature (By)</p>		<p>7B. Title/Relationship (of the Individual Signing in the Representative Capacity)</p>		<p>7C. Date</p>	
<p><small>The U.S. Department of Agriculture (USDA) prohibits discrimination in all of its programs and activities on the basis of race, color, national origin, age, disability, and where applicable, sex, marital status, familial status, parental status, religion, sexual orientation, political beliefs, genetic information, reprisal, or because all or part of an individual's income is derived from any public assistance program. (Not all prohibited bases apply to all programs.) Persons with disabilities who require alternative means for communication of program information (Braille, large print, audiotape, etc.) should contact USDA's TARGET Center at (202) 720-2600 (voice and TDD).</small></p> <p><small>To file a complaint of discrimination, write to USDA, Assistant Secretary for Civil Rights, Office of the Assistant Secretary for Civil Rights, 1400 Independence Avenue, S.W., Stop 9410, Washington, DC 20250-9410, or call toll-free at (866) 632-9992 (English) or (800) 877-8339 (TDD) or (866) 377-8642 (English Federal-relay) or (800) 845-6136 (Spanish Federal-relay). USDA is an equal opportunity provider and employer.</small></p>					

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124 Liens: Search, Waivers, and UCC-1 Requirements (Continued)

F Completed CCC-679 Returned to County Office

When CCC-679 has been completed and signed by the lienholder and is returned to the County Office, the County Office shall, **before** disbursing the loan, ensure that the lienholder has:

- *--signed and dated item 7
- checked appropriate block (a), (b), or (c) of item 5.--*

Signatures **must** be affixed personally by all lienholders or authorized agents. The County Office may verify the lienholder’s signature, if necessary.

Follow this table for guidance when preparing disbursement of the loan.

IF...	THEN, if the lienholder has checked block...
<p>an administrative offset is:</p> <ul style="list-style-type: none"> • required for FSA, CCC, or other creditor agencies • for a statement of charges submitted with a warehouse receipt, according to paragraph 165 	<ul style="list-style-type: none"> •*--(b), do not disburse the loan • (a) or (c) in agreement with the offset,--* disburse the loan. <p>Note: See paragraph 41 for offsets.</p>

G Obtaining Additional CCC-679’s

If additional liens or situations that do **not** fully protect CCC’s interest are discovered **after** a loan is disbursed, County Offices shall:

- obtain additional CCC-679’s
- take any other necessary action, according to the regional attorney’s advice, including calling the loan.

The following are examples of situations that do **not** protect CCC’s interest:

- lien or liens were overlooked during the lien search
- all lien waivers were **not** obtained
- UCC-1’s were **not** filed properly
- UCC-1’s were **not** extended when required.

***--127 Commodities From ACRE-Elected Farms**

A Commodities Harvested From ACRE-Elected Farms

The ACRE Program reduces applicable (county, regional, or national) loan commodity rates by 30 percent if producers on a farm make the irrevocable decision to elect participation in the ACRE Program, at any time during 2009 through 2012.

Commodities harvested from an ACRE-elected farm will have a 30 percent reduction in MAL rates.

Notes: The applicable loan repayment option (the lesser of loan rate principal plus interest, 30-day, or alternative rate) will **not** be similarly adjusted with a 30 percent reduction to calculate the applicable AWP.

Warehouse stored ACRE commodities require separate warehouse receipts. This includes a separate bale file for ACRE and non-ACRE cotton.

If ACRE and non-ACRE production cannot be distinguished separately, then the entire quantity is subject to the 30 percent reduction in MAL rates.

B Example of Determining ACRE-Elected Rate for MAL's

The following table illustrates how the MAL rate is computed for ACRE-elected and non-ACRE-elected farms. The applicable market gain is also computed when AWP value is \$0.442.

Example of Determining ACRE-Elected MAL Rate			
Line	Description	ACRE	Non-ACRE
1	Upland Cotton Loan Rate	\$0.520	\$0.520
2	ACRE Reduction: 30 Percent of Loan Rate (.30 x Line 1)	\$0.156	N/A
3	Effective MAL Rate Adjusted for ACRE (Line 1 - Line 2)	\$0.364	\$0.560
4	AWP (Never Reduced)	\$0.442	\$0.442
5	Applicable Market Gain (Line 3 – Line 4)	\$0.000	\$0.078

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***--127 Commodities From ACRE-Elected Farms (Continued)**

C Examples of Determining ACRE-Elected Rate for LDP's

The following table illustrates how the LDP rate is computed for ACRE-elected and non-ACRE-elected farms when AWP value is \$0.354.

Determining LDP Rate			
Line	Description	ACRE	Non-ACRE
1	Upland Cotton Loan Rate	\$0.520	\$0.520
2	ACRE Reduction: 30 Percent of Loan Rate (.30 x Line 1)	\$0.156	N/A
3	Effective MAL Rate Adjusted for ACRE (Line 1 - Line 2)	\$0.364	\$0.560
4	AWP (Never Reduced)	\$0.354	\$0.354
5	Applicable Market Gain (Line 3 – Line 4)	\$0.010	\$0.166

The following table illustrates how the LDP rate is computed for ACRE-elected and non-ACRE-elected farms when AWP value is \$0.442.

Determining LDP Rate			
Line	Description	ACRE	Non-ACRE
1	Upland Cotton Loan Rate	\$0.520	\$0.520
2	ACRE Reduction: 30 Percent of Loan Rate (.30 x Line 1)	\$0.156	N/A
3	Effective MAL Rate Adjusted for ACRE (Line 1 - Line 2)	\$0.364	\$0.520
4	AWP (Never Reduced)	\$0.442	\$0.442
5	Applicable Market Gain (Line 3 – Line 4)	\$0.000	\$0.078

--*

128-159 (Reserved)

172 Loan Rates for Ginned Cotton**A Upland Cotton****Base Loan Rate**

[7 CFR 1427.1(b)] [7 CFR 1427.8(a)] Upland cotton loan rates are the base quality rate for SLM 1-1/16 adjusted for premiums and discounts and, effective with the 2008 crop, **not** adjusted for location.

Premiums and Discounts

Use the following exhibits to adjust base loan rate for the applicable premiums and discounts:

- Exhibit 5 for grade, leaf, and staple length
- Exhibit 6 for extraneous matter
- Exhibit 7 for uniformity
- Exhibit 8 for strength
- Exhibit 9 for micronaire.

CCC does **not** provide a loan on a bale unless its computed loan rate is greater than zero.

B ELS Cotton**Schedule of Loan Rates**

See Exhibit 10 for the schedule of loan rates for all locations by grade and staple length.

Discounts

See Exhibit 11 for discounts for micronaire and extraneous matter.

CCC does **not** provide a loan on a bale unless its computed loan rate is greater than zero.

***--C ACRE-Elected Loan Rate Adjustments**

The base loan rate for commodities pledged for a loan or LDP request harvested from an ACRE-elected farm will be reduced by 30 percent, as applicable.

See paragraph 127 for additional ACRE provisions.--*

Section 2 Loanmaking, Ginned Cotton

181 Before Processing the Loan

A Eligibility

[7 CFR 1427.5] The eligibility requirement for the producer and cotton shall be determined according to Part 2 before processing loans.

B Required Forms and Documentation

When a producer requests a regular cotton loan, the producer shall complete CCC Cotton A-5 according to paragraph 182 and provide:

- a list of the bales, either a paper list or an electronic pre-processed bale file
- acceptable warehouse receipts according to paragraph 164

Note: Cotton warehouse receipts **must** be held by CCC (EWR's **must** be "downloaded") for all loans whether repaid by cash or exchanged for a commodity certificate.

- acceptable classification data according to paragraph 167
- AD-1026 according to 6-CP
- BI certification, when requested by COC, according to subparagraph 103 C
- CCC-10 * * *
- CCC-679, when applicable, according to subparagraph 124 D
- CCC-902I (for individuals) or CCC-902E (for entities including joint operations)
- CCC-926 or certification of average AGI according to 4-PL
- FSA-211, when applicable, according to paragraph 45
- FSA-578 according to 2-CP.

Important: Enter the date that all of the applicable forms were provided for the loan by the producer to the County Office on Screen PLC10005 in the "Date Documents/Warehouse Receipts Received" field, according to subparagraph 182 B, item 8.

181 Before Processing the Loan (Continued)

* * *

C Loan Requests Submitted Electronically

Producers may submit loan and LDP application forms electronically if the applicant has received access under the eAuthentication system. See paragraph 4 for the web site.

The date and time of the electronic transmission shall be considered the date and time of receipt by FSA.

D UCC-1 Not Required

The filing of UCC-1 by County Offices is **not** required for warehouse-stored upland cotton loans because CCC's security interest has been perfected because CCC holds the warehouse receipts.

Section 3 Loan Repayments, Ginned Cotton

197 Basic Provisions

*--A 2008 Through 2012 Crop Upland Cotton Repayments

[7 CFR 1427.19] A producer or agent designated on CCC-605 may repay the loan amount for 1 or more bales of 2008 through 2012 crop upland cotton pledged as collateral for a--* loan at a level that is the lesser of the following:

- loan principal, plus interest that accrued on the loan principal during the loan period, plus any compression and reconcentration charges that were previously paid by CCC
- AWP, as determined by CCC and in effect on the day the repayment is received in the County Office, adjusted for location, quality, and allowable CCA, multiplied times the net bale weight, plus any compression charges that were previously paid by CCC, minus warehouse storage charges according to paragraph 198.

Note: AWP **cannot** be adjusted by discounts and CCA to a value less than zero.

See the following paragraphs:

- 22 to determine AWP and CCA in effect
- 198 for instructions on how upland cotton cash loan repayments are calculated
- 201 for certificate exchanges
- 204 for accepting CCC-605's.

See the following subparagraphs:

- *--26 C for grades to which FCA applies--*
- 27 A for grades of cotton for which CCA is applicable.

Note: When CCA is applicable and in effect, CCA is subtracted from AWP to calculate the loan repayment rate.

Producers may repay the loan amount for bales after the loan has matured, if the receipts are still in the County Office and the forfeiture has **not** been processed, by repaying the loan principal plus interest that accrued on the loan principal during the loan period, plus any *--compression and reconcentration charges that were previously paid by CCC. After maturity such loans **cannot** be repaid at AWP or exchanged with a commodity certificate.--*

197 Basic Provisions (Continued)

B ELS Cotton

[7 CFR 1427.19(c)(2)] A producer may repay the loan amount for 1 or more bales of ELS cotton pledged as collateral for a loan by repaying the loan amount and charges, plus interest, determined for these bales.

* * *

C Payment Limitation Provisions

[7 CFR 1400] See paragraphs 25, 43, and 44 for payment limitation provisions.

D Using CCC-697

The repayment rate for an upland cotton loan **cannot** be “locked-in” using CCC-697. CCC-697 does **not** apply to cotton because it is intended for use with farm-stored commodities.

200 CCC-500, Loan Repayment Receipt

A Content and Use of CCC-500

County Offices shall: * * *

- *--provide a copy of CCC-500 to the producer
- file a copy of CCC-500 in the producer’s loan file
- provide a copy of CCC-500 to the merchant only if redeemed in the County Office.

Note: CCR’s will be provided an automated receipt.--*

* * * This table explains the items on CCC-500 that are applicable to cotton loans.

Item	Explanation
1	Enter State and county code. ENTER “X” in box if 1 or more CCC-500-1’s are attached.
2	Enter name and address of entity redeeming collateral.
3	Loan number applicable to the bales being redeemed.
4	Crop year applicable to the bales being redeemed.
5	Commodity being redeemed.
6	Loan type and, if applicable, warehouse code.
7	The total dollar amount required to redeem the bales processed in this redemption.
8 A	Total number of pounds of cotton, including the number of bales, being redeemed.
8 B	Total principal amount for the bales redeemed.
8 C	Total amount of interest paid. Note: When AWP is below the national loan rate, the entire interest amount is waived.
8 D	Average cost per pound for the bales redeemed.
9 A	Outstanding quantity, shown in pounds, including the number of bales remaining under loan after this redemption.
9 B	Outstanding principal amount remaining after this redemption.
10 A	Warehouse receipt numbers redeemed in this redemption.
10 B	Quantity, in pounds, redeemed in this redemption.
10 C	Applicable loan disbursement date.
10 D	Date bales were redeemed.
10 E	<ul style="list-style-type: none"> • Dollar amount required to repay the bale without storage credit. • Dollar amount of storage credit applicable to the bale.
10 F and G	Not applicable to cotton loans.
11 A	Total dollar amount of storage credit applicable to this redemption.
11 B and C	Not applicable to cotton loans.
12	Dishonored check notice.
13	The following will be printed, as applicable: <ul style="list-style-type: none"> • explanation of the repayment • location differential • estimated receipt release date • total market gain for the repayment • AWP • compression charge, per bale • total CCA for the repayment.
14	CED shall ensure that the box in item 1 is checked, if appropriate, then sign and date. Signature is only required on CCC-500 and is not required on any attached CCC-500-1’s. Provide a copy of CCC-500 and CCC-500-1, if applicable, to the following: <ul style="list-style-type: none"> • contact producer • person making redemption if different than the contact producer • warehouse where the loan collateral was stored.

200 CCC-500, Loan Repayment Receipt (Continued)

B Example of CCC-500

This is an example of CCC-500.

CCC-500 (07-25-96)		U.S. DEPARTMENT OF AGRICULTURE Commodity Credit Corporation				11. STATE AND COUNTY CODE	
LOAN REPAYMENT RECEIPT							
Form CCC-500-1 is incorporated into this page of CCC-500 when this box is marked <input type="checkbox"/>							
2. NAME AND ADDRESS		3. LOAN NO.	4. CROP YEAR	5. COMMODITY	6. TYPE LOAN	7. AMT. REC'D.	
Sam Jones Rt. 1, Box 630 Some City, SS 12345		628	9X	Cotton-UP	Warehouse Stored Whse Code: 810533	780.51	
8. REDEEMED WITH THIS PAYMENT				9. OUTSTANDING BALANCE AFTER THIS PAYMENT			
A. TOTAL QUANTITY	B. PRINCIPAL	C. INTEREST	D. UNIT COST	A. QUANTITY	B. AMOUNT (Excluding Interest)		
2,502.00 (5 Bales)	\$ 952.99	\$	\$.31	(Bales)	\$		
10. BREAKDOWN OF COLLATERAL RELEASED AND OUTSTANDING BALANCE BY SEAL NO. OR WAREHOUSE RECEIPT NO.							
SEAL NO.(S) OR WAREHOUSE RECEIPT NO.(S)	QUANTITY REDEEMED	DATE DISBURSED	DATE REPAID	AMOUNT PAID (P & I)	BALANCE AFTER PAYMENT		
					QUANTITY	PRINCIPAL	
A 1	K 487.00	C 10/22/9X	D 03/22/9X	E 161.68/ 6.87	F	G	
2	518.00	10/22/9X	03/22/9X	171.98/ 6.87			
3	502.00	10/22/9X	03/22/9X	151.10/ 6.87			
4	499.00	10/22/9X	03/22/9X	167.41/ 6.87			
5	496.00	10/22/9X	03/22/9X	162.69/ 6.87			
11. RESERVE STORAGE AND OTHER CHARGES							
A. UNEARNED STORAGE		B. INTEREST ON UNEARNED STORAGE		C. LIQUIDATED DAMAGES			
WHSE CHRG CREDIT \$ 34.35							
12. DISHONORED CHECK NOTICE							
If this check is dishonored, there may be a \$25 dishonored check fee applicable. Also, there shall be a late payment charge on overdue accounts. This late payment charge will be applied on a daily basis. The late payment charge rate that is applied to the debt shall remain in effect until the debt is settled. In case of partial payment of overdue amounts, the amount received will be applied first to the accrued late payment charge and then to the overdue amount. The late payment charge shall be expressed as a rate of interest which is charged on delinquent debts and shall be published in the Federal Register by the Executive Vice President, CCC.							
13. REMARKS							
The loan collateral shows on this receipt and on any attached CCC-500-1, was redeemed at a CCC Determined Value.							
Adjusted World Price	47.26	Compression Charge	.0000	Course Count Adjustment	.96		
Location Differential	-.05	Est. Receipt Release Date	03/22/9X	Market Gain	138.13		
Thank you for your remittance.							
14. Credit for this repayment is subject to collection of checks and verification of computations.							
COMMODITY CREDIT CORPORATION				DATE			
BY							

201, 201.5 (Withdrawn--Amend. 50)

Reports, Forms, Abbreviations, and Delegations of Authority

Reports

None.

Forms

This table lists all forms that are referenced in this handbook.

Number	Title	Display Reference	Reference
AD-1026	Highly Erodible Land Conservation (HELC) and Wetland Conservation (WC) Certification		46, 100, 181, 237
CCC-10	Representations for Commodity Credit Corporation or Farm Service Agency Loans and Authorization to File a Financing Statement and Related Documents	181.5	181, 223.7, Ex. 3.5
CCC-257	Schedule of Deposit		210.8, 210.11, 291
CCC-258	Wire Transfer of Funds		209
CCC-491	Beneficial Interest Certification for Loan and Loan Deficiency Payments	103	103
CCC-500	Loan Repayment Receipt	200	199, 209, 210.5, Ex. 17.5
CCC-500-1	Loan Repayment Receipt Continuation Sheet		200

Reports, Forms, Abbreviations, and Redelegations of Authority (Continued)

Forms (Continued)

Number	Title	Display Reference	Reference
CCC-601	Commodity Credit Corporation Note and Security Agreement Terms and Conditions	Ex. 16	37, 162, 189, 190, 193, 222.7, 242, 243, 303
CCC-601 ELS Appendix	Appendix to CCC-601, Note and Security Agreement Terms and Conditions for Outside Storage of ELS Cotton	Ex. 19	193, 222.7, 223.8, 224
CCC-605	Authorization of Electronic Agent and Designation of Agent - Cotton	207	Text, Ex. 3.5, 20
CCC-605-1	Designation of Agent - Cotton (Continuation Sheet to CCC-605)	207	204, 206
CCC-605-2	Designation of Subsequent Agent - Cotton	207	204-206
CCC-633 EZ	Loan Deficiency Payment (LDP) Agreement and Request	261.5, 274	Text
CCC-638	Confirmation of Sale	36	
CCC-639	Competitive Bid Pricing Worksheet	36	
CCC-664	Agreement to Permit Assumption of a Commodity Credit Corporation (CCC) Loan		28
CCC-674	Certification for Contracts, Grants, Loans, and Cooperative Agreements	37	
CCC-677	Farm Storage Note and Security Agreement		37
CCC-678	Warehouse Storage Note and Security Agreement		37
CCC-679	Lien Waiver	124	41, 165, 181, 237
CCC-683	Commodity Loan Seal	239	236, 238
CCC-686	Application for Loan or Loan Deficiency Payment by Heirs (On a Commodity Produced by a Person Who Has Died)	105	
CCC-697	Request to Lock in a Market Loan Repayment Rate		197
CCC-734	Notification of Pending Redemption and/or LDP Request	50	50

Reports, Forms, Abbreviations, and Redelegations of Authority (Continued)

Forms (Continued)

Number	Title	Display Reference	Reference
CCC-770 CottonMAL	Warehouse-Receipted Cotton and Outside-Stored ELS Marketing Assistance Loan Checklist	54	
CCC-770 Eligibility	Eligibility Checklist		54
CCC-770 LDP/eLDP	Loan Deficiency Payment (LDP) and eLDP Program Review Checklist	54	
CCC-809	Cooperating Ginner's Bagging and Bale Ties Certification and Agreement	72	71, 73, 76, 77
CCC-877	Seed Cotton Loan Worksheet	238	193, 236, 237, 240, 242, 243
CCC-879	Application for Approval of Cotton Gin Under Seed Cotton Loan Program	79	80
CCC-880	Ginner's Seed Cotton Agreement	80	
CCC-881	Seed Cotton Producer's Note and Security Agreement	242	240, 241, 243, 253
CCC-881-1	Seed Cotton Producer's Note and Security Agreement, Continuation Sheet	243	240, 241, 253
CCC-883	Seed Cotton Removal, Ginning and Marketing Authorization	253	250, 251
CCC-902E	Farm Operating Plan for an Entity 2009 and Subsequent Program Years		40, 46, 181
CCC-902I	Farm Operating Plan for an Individual 2009 and Subsequent Program Years		40, 46, 181
CCC-926	Average Adjusted Gross Income (AGI) Statement		100, 181
CCC-931	Average Adjusted Gross Income (AGI) Certification and Consent to Disclose Tax Information		46
CCC-Cotton A	Cotton Producer's Note and Security Agreement	189	Text, Ex. 2
CCC-Cotton A Continuation	CCC-Cotton A Continuation Sheet	190	187, 188, 193, 223.9
CCC-Cotton A-1	Schedule of Pledged Cotton	191	Text
CCC Cotton A-5	Statement of Eligibility and Information Worksheet	182	Text, Ex. 2

Reports, Forms, Abbreviations, and Redelegations of Authority (Continued)

Forms (Continued)

Number	Title	Display Reference	Reference
CCC-Cotton AA <u>1/</u>	Upland Cotton Producer's Loan Deficiency Payment Application and Certification		275-278, 282
CCC-Cotton AA-1	Schedule of LDP for Upland Cotton	278, 285.2	Text
CCC-Cotton AA-2	Spotcheck of Upland Cotton Subject to AWP Lock-In	275	
CCC-Cotton G	Cotton Cooperative Loan Agreement		250, Ex. 2
FSA-211 - 211A	Power of Attorney (Includes FSA-211A, Power of Attorney Signature Continuation Sheet)		45, 181, 181.5, 237
FSA-237 <u>1/</u>	Facsimile Signature Authorization and Verification		205
FSA-578	Report of Acreage		100, 118, 181, 185, 237
KC-232	Notice of Approval or Change in Status of Storage Agreement or Contract	48	
SF-LLL	Disclosure of Lobbying Activities	37	
SF-LLL-A	Disclosure of Lobbying Activities Continuation Sheet	37	
UCC-1	National Financing Statement		124, 181, 181.5, 223.7, Ex. 3.5
UCC-1F	Effective Financing Statement		124

1/ These forms are obsolete.

Reports, Forms, Abbreviations, and Redelegations of Authority (Continued)

Abbreviations Not Listed in 1-CM

The following abbreviations are not listed in 1-CM.

Approved Abbreviation	Term	Reference
APD	Analysis and Procedures Division, KCAO	10, 214
BI	beneficial interest	Text, Ex. 3.5
CCA	coarse count adjustment	Text, Ex. 3.5
CCR	Centralized Cotton Redemption	Text, Ex. 3.5, 17.5, 20
CLG	Commodity Loan Group	50, 214, Ex. 13
CMD	Commodity Management Division, KCCO	10, 11, 48, 57, 121, 191
CRTS	Cotton Receipt Tracking System	10, 210.11, 285.2
CSA	Cotton Storage Agreement	4, 49, 65, 121
EAD	Electronic Agent Designation	204, 210.5, 210.7, 210.8, Ex. 3.5, 17.5, 20
eLDP	electronic Loan Deficiency Payment	54, Part 5, Section 3
FCA	fine county adjustment	22, 26, 197
GPR	graduated payment reduction	32, 101
HVI	high volume instrument	167, Ex. 12
JCIBPC	Joint Cotton Industry Bale Packaging Committee	4, 14, 70-74, 76, 77, 125, Ex. 2, 3.5
PBI	permanent bale identifier	280
PSCAO	Price Support and Commodity Applications Office	50, 214, Ex. 13
SCB	Storage Contract Branch, CMD, KCCO	10, 11, 48, 57, 121, 191, Ex. 3.5
TSR	Transaction Summary Report	199, 276, 279, 305

Re delegations of Authority

This table lists re delegations of authority in this handbook.

Redelegation	Reference
<p>CED may redelegate, in writing, the authority to approve all forms and documents prepared according to this handbook, except those in which the person approving has a monetary interest.</p> <p>Exceptions: Only CED shall approve loans for:</p> <ul style="list-style-type: none"> • STC members • SED's • State and County Office employees • COC members. 	14

Alphabetical Index

Subject..... Par. Number

A

ACRE.....127

Agent

 Designation of.....204

 Impressed signatures.....205

 Power of attorney.....44C

 Registry of merchants.....205

 Required documents

 Form preparation.....207

 Policy.....205

 Signature requirements.....205

 Subsequent designation

 Forms required.....206A, 207

 Policy.....204E

AGI, Policy.....110

Appeals.....23

APSS

 Automated procedures.....64

 CCR repayment entry.....210.9

 Correcting transactions.....286 - 292

 Correcting e-LDP in.....285.4

 County Office table files.....65

 ELS outside loan process.....223.10

 Entering estimated repayments....202

 Forfeiture processing.....212

 Gin code updating.....81

 LDP

 Bale list generated by.....278

 Manual entry.....279

 Processing.....276

 Loan processing in.....187

 Loan redemptions in.....199

 Producer/loan ID.....66

 Seed cotton loan.....240, 254

 Violations, recording

 LDP.....305

 Loan.....304

Areas

 ELS outside storage..... Ex. 18.5

Authorities.....1

AWP

 Announcement.....22A

 Effective time period.....22B, C

 If not announced.....22C

B

Bagging, non-spec.....75A

Bale

 Compression: see compression

 Data, preprocessed.....170

 Data file, creating from

 E-mail attachment.....331

 Manual entry.....332

 Preprocessed data.....330A

 List, signing by producer for

 LDP.....281

 Loan.....170

 Requirements.....125A - F

Bankruptcy.....24, 41F

Beginning harvest date.....13

Beneficial interest.....102

 Contract review.....103

 Lost, LDP eligibility.....275.5

 Questioning.....102A

Alphabetical Index (Continued)

Subject..... Par. Number

C

Call, loan 35B
 CCA: see coarse count adjustment
 Centralized Cotton Redemption (CCR):
 See listings under redemptions
 Certs: see commodity certificates
 Charges: see fees
 Checklists 182
 Classification
 Codes (eligibility) 125G
 Data
 Format by AMS Ex. 12
 General 167
 Source (COPS) 170.5A
 Clerks, cotton 29
 Coarse Count Adjustment (CCA)
 Announcement 22A
 Applicable grades 27A
 Calculation of 25
 LDP 265
 Loans 26
 Collateral:
 Lost and damaged cotton 31
 See: warehouse receipts
 Compression
 Charges, unpaid 211B, 214A
 Codes 184B, 191B
 Contract
 Review for BI 102B, 103A-D
 Types of 104
 Controlled substance 101C
 Cooperative Marketing Association
 Approved members 231A

COPS
 Accessing 52
 Errors in CCR repayments 210.11
 Password expiration 52D
 Web site 4
 Corporations, dissolved 28
 Cotton PC functions: see PC
 County loan rates Ex. 15
 Cropland, percent of rules Ex. 17

D

Data file format Ex. 13
 Date documents received 170C, 280C
 DCIA 100.5A - D
 Collection guideline Ex. 4
 Q&A Ex. 4, subpara. B
 Debt resolution 100.5D
 Definition of terms Ex. 2
 Demand letter
 Called loan 35F
 Seed-Cotton loan 258
 Designated agent
 Designation of 204
 Instructions for CCC-605 207
 Power of Attorney 45
 Signature requirements 205
 Subsequent 204E
 Destroyed cotton 261E
 Disclosure, lobbying 37
 Divided cotton, eligibility 120A
 Document retention
 LDP 268
 Loan 193

Schedule of Premiums and Discounts for Grade, Staple Length, and Leaf for Upland Cotton

A Policy

The discount for all grades, length, and leaf content **not** shown in this exhibit is .4000 (40 cents/lb.) and additional discounts may also apply.

The discount for leaf 8 for all color grades is .4000.

For 2012 crop upland cotton, the national average loan rate is \$0.52 pound. The minimum loan rate is zero, and no loan rate can be adjusted below zero by any discounts. CCC does **not** provide a loan on a bale unless the computed loan rate is greater than zero.

B Color Grade Symbols

The following color grade symbols are used in this exhibit to designate the different grades:

- SM - Strict Middling
- MID - Middling
- SLM - Strict Low Middling
- LM - Low Middling
- SGO - Strict Good Ordinary
- GO - Good Ordinary
- BG - Below Grade.

Schedule of Premiums and Discounts for Grade, Staple Length, and Leaf for Upland Cotton
(Continued)

C White Cotton

Following are premiums and discounts for 2012 crop upland cotton classed as “White”. Coarse count adjustment applies to shaded cells; the fine count adjustment applies to the 15 cells with **bolded** entries.

*--

2012 Crop White Cotton Premiums and Discounts									
Grade Code	Leaf	Staple Length (Inches)							
		13/16 Through 31/32	1	1-1/32	1-1/16	1-3/32	1-1/8	1-5/32	1-3/16 and Longer
		(26-31)	(32)	(33)	(34)	(35)	(36)	(37)	(38 and Longer)
SM 11&21 BETTER	1-2	-205	-175	10	210	445	530	545	550
	3	-225	-190	-5	180	375	460	480	485
	4	-280	-205	-95	100	230	295	310	310
	5	-375	-320	-210	-55	115	170	190	190
	6	-560	-470	-390	-305	-230	-215	-205	-205
	7	-635	-620	-545	-455	-395	-375	-370	-370
MID 31	1-2	-255	-190	-20	160	370	465	475	480
	3	-285	-200	-30	150	340	410	420	425
	4	-335	-235	-130	70	190	260	270	270
	5	-410	-350	-225	-100	80	120	135	135
	6	-605	-490	-395	-320	-265	-240	-230	-230
	7	-690	-635	-550	-460	-425	-400	-390	-390
SLM 41	1-3	-420	-295	-150	50	145	190	195	195
	4	-460	-320	-215	Base	85	125	130	130
	5	-485	-430	-325	-205	-150	-95	-95	-95
	6	-680	-555	-485	-395	-350	-325	-325	-325
	7	-800	-715	-655	-575	-545	-530	-530	-530
LM 51	1-4	-605	-505	-330	-260	-200	-185	-185	-185
	5	-645	-590	-505	-395	-335	-310	-310	-310
	6	-830	-695	-620	-540	-500	-485	-485	-485
	7	-930	-815	-780	-715	-680	-670	-670	-670
SGO 61	1-5	-660	-645	-575	-475	-430	-430	-430	-430
	6	-855	-790	-725	-665	-635	-615	-615	-615
	7	-955	-920	-835	-750	-720	-710	-710	-710
GO 71	1-6	-975	-970	-905	-800	-770	-770	-770	-770
	7	-1010	-1005	-950	-840	-815	-815	-815	-815
BG 81	1-8	-4000	-4000	-4000	-4000	-4000	-4000	-4000	-4000

--*

Schedule of Premiums and Discounts for Grade, Staple Length, and Leaf for Upland Cotton
(Continued)

D Light Spotted Upland Cotton

Following are premiums and discounts for 2012 crop upland cotton classed as “Light Spotted”.
Course count applies to shaded selections.

*--

2012 Crop Light Spotted Upland Cotton Premiums and Discounts									
Grade Code	Leaf	Staple Length (Inches)							
		13/16 through 31/32	1	1-1/32	1-1/16	1-3/32	1-1/8	1-5/32	1-3/16 and Longer
		(26-31)	(32)	(33)	(34)	(35)	(36)	(37)	(38 and Longer)
SM 12&22 BETTER	1-2	-310	-225	-70	75	190	260	270	270
	3	-345	-245	-80	60	160	225	235	235
	4	-385	-270	-165	-5	115	185	195	195
	5	-525	-425	-365	-200	-120	-95	-85	-85
	6	-685	-545	-495	-405	-365	-365	-355	-355
	7	-765	-695	-655	-580	-545	-535	-530	-530
MID 32	1-2	-395	-300	-150	-25	40	95	95	95
	3	-425	-320	-165	-45	15	85	85	85
	4	-495	-380	-240	-145	-60	10	10	10
	5	-590	-515	-410	-310	-260	-230	-230	-230
	6	-740	-610	-560	-475	-440	-425	-425	-425
	7	-845	-765	-705	-645	-615	-610	-610	-610
SLM 42	1-3	-500	-385	-280	-170	-95	-35	-35	-35
	4	-565	-445	-300	-210	-145	-95	-95	-95
	5	-650	-570	-445	-365	-305	-290	-290	-290
	6	-830	-680	-610	-515	-480	-465	-465	-465
	7	-925	-845	-765	-695	-660	-655	-655	-655
LM 52	1-4	-685	-540	-430	-385	-345	-340	-340	-340
	5	-775	-625	-555	-490	-455	-455	-455	-455
	6	-985	-800	-765	-665	-635	-635	-635	-635
	7	-1075	-905	-870	-790	-765	-765	-765	-765
SGO 62	1-5	-825	-765	-710	-610	-595	-595	-595	-595
	6	-1010	-985	-930	-820	-805	-805	-805	-805
	7	-4000	-4000	-4000	-4000	-4000	-4000	-4000	-4000
BG 82	1-8	-4000	-4000	-4000	-4000	-4000	-4000	-4000	-4000

--*

Schedule of Premiums and Discounts for Grade, Staple Length, and Leaf for Upland Cotton
(Continued)

E Spotted Upland Cotton

Following are premiums and discounts for 2012 crop upland cotton classed as “Spotted”.
Course count applies to shaded selections.

*--

2012 Crop Spotted Upland Cotton Premiums and Discounts									
Grade Code	Leaf	Staple Length (Inches)							
		13/16 through 31/32	1	1-1/32	1-1/16	1-3/32	1-1/8	1-5/32	1-3/16 and Longer
		(26-31)	(32)	(33)	(34)	(35)	(36)	(37)	(38 and Longer)
SM 13&23 BETTER	1-2	-450	-300	-245	-130	-95	-85	-85	-85
	3	-480	-325	-270	-155	-120	-110	-110	-110
	4	-535	-400	-340	-205	-170	-160	-160	-160
	5	-660	-500	-465	-330	-295	-285	-285	-285
	6	-745	-595	-550	-420	-380	-365	-365	-365
	7	-820	-710	-665	-590	-555	-540	-540	-540
MID 33	1-2	-565	-375	-320	-200	-190	-175	-175	-175
	3	-565	-375	-320	-200	-190	-175	-175	-175
	4	-630	-450	-390	-255	-240	-230	-230	-230
	5	-765	-570	-510	-405	-370	-360	-360	-360
	6	-840	-665	-645	-490	-490	-480	-480	-480
	7	-930	-765	-715	-655	-625	-620	-620	-620
SLM 43	1-3	-615	-570	-465	-400	-365	-345	-345	-345
	4	-680	-615	-515	-440	-390	-370	-370	-370
	5	-790	-680	-615	-570	-525	-520	-520	-520
	6	-875	-795	-750	-705	-690	-690	-690	-690
	7	-965	-925	-855	-815	-800	-800	-800	-800
LM 53	1-4	-810	-740	-660	-550	-525	-525	-525	-525
	5	-900	-790	-750	-615	-615	-615	-615	-615
	6	-1020	-945	-885	-775	-760	-760	-760	-760
	7	-1105	-1015	-995	-870	-865	-860	-860	-860
SGO 63	1-5	-1030	-975	-910	-795	-765	-765	-765	-765
	6	-1120	-1105	-1025	-905	-890	-885	-885	-885
BG 83	1-8	-4000	-4000	-4000	-4000	-4000	-4000	-4000	-4000

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Schedule of Premiums and Discounts for Grade, Staple Length, and Leaf for Upland Cotton
(Continued)

F Tinged Upland Cotton

Following are premiums and discounts for 2012 crop upland cotton classed as “Tinged”.
Coarse count applies to shaded selections.

2012 Crop Tinged Upland Cotton Premiums and Discounts									
Grade Code	Leaf	Staple Length (Inches)							
		13/16 through 31/32	1	1-1/32	1-1/16	1-3/32	1-1/8	1-5/32	1-3/16 and Longer
		(26-31)	(32)	(33)	(34)	(35)	(36)	(37)	(38 and Longer)
SM 24 BETTER	1-2	-645	-505	-455	-320	-320	-320	-320	-320
	3	-645	-505	-455	-320	-320	-320	-320	-320
	4	-770	-630	-555	-420	-420	-420	-420	-420
	5	-870	-730	-680	-545	-545	-545	-545	-545
	6	-1020	-880	-830	-695	-695	-695	-695	-695
MID 34	1-2	-660	-520	-470	-335	-335	-335	-335	-335
	3	-660	-520	-470	-335	-335	-335	-335	-335
	4	-785	-645	-570	-435	-435	-435	-435	-435
	5	-885	-745	-695	-560	-560	-560	-560	-560
	6	-1035	-895	-845	-710	-710	-710	-710	-710
SLM 44	1-3	-780	-640	-590	-455	-455	-455	-455	-455
	4	-855	-740	-640	-505	-505	-505	-505	-505
	5	-950	-815	-740	-605	-605	-605	-605	-605
	6	-1100	-960	-910	-775	-770	-770	-770	-770
LM 54	1-4	-895	-765	-715	-580	-580	-580	-580	-580
	5	-975	-840	-765	-630	-630	-630	-630	-630
	6	-4000	-4000	-4000	-4000	-4000	-4000	-4000	-4000
	7-8	-4000	-4000	-4000	-4000	-4000	-4000	-4000	-4000
BG 84	1-8	-4000	-4000	-4000	-4000	-4000	-4000	-4000	-4000

Schedule of Premiums and Discounts for Grade, Staple Length, and Leaf for Upland Cotton
(Continued)

G Yellow Stained Upland Cotton

Following are premiums and discounts for 2012 crop upland cotton classed as “Yellow Stained”. Coarse count applies to shaded selections.

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2012 Crop Yellow Stained Upland Cotton Premiums and Discounts										
Grade Code	Leaf	Staple Length (Inches)								
		13/16 through 31/32	1	1-1/32	1-1/16	1-3/32	1-1/8	1-5/32	1-3/16 and Longer	
		(26-31)	(32)	(33)	(34)	(35)	(36)	(37)	(38 and Longer)	
SM	25	1-2	-885	-745	-695	-560	-560	-560	-560	-560
		3	-885	-745	-695	-560	-560	-560	-560	-560
		4	-1010	-870	-795	-660	-660	-660	-660	-660
		5	-4000	-4000	-4000	-4000	-4000	-4000	-4000	-4000
		6	-4000	-4000	-4000	-4000	-4000	-4000	-4000	-4000
		7-8	-4000	-4000	-4000	-4000	-4000	-4000	-4000	-4000
MID	35	1-2	-900	-760	-710	-575	-575	-575	-575	-575
		3	-900	-760	-710	-575	-575	-575	-575	-575
		4	-4000	-4000	-4000	-4000	-4000	-4000	-4000	-4000
		5	-4000	-4000	-4000	-4000	-4000	-4000	-4000	-4000
		6	-4000	-4000	-4000	-4000	-4000	-4000	-4000	-4000
		7-8	-4000	-4000	-4000	-4000	-4000	-4000	-4000	-4000
BG	85	1-8	-4000	-4000	-4000	-4000	-4000	-4000	-4000	

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