

For: State and County Offices, Peanut CMA's, and DMA's

Processing Crop Year (CY) 2014 Peanut MAL's and LDP's

Approved by: Deputy Administrator, Farm Programs



1 Overview

A Background

The Agricultural Act of 2014 (2014 Farm Bill) authorizes 2014 through 2018 crop MAL's and LDP's on commodities eligible for MAL and LDP, including peanuts.

Information Bulletin No. 7067 transmitted to Field Offices on August 8, 2014, provided the following:

- CY 2014 loan rates, premiums, and discounts for each type of peanut
- CY 2014 rates of warehouse charges
- other functionalities needed to process CY 2014 MAL's.

B Purpose

This notice provides general instructions to State and County Offices for processing peanut MAL's for CY 2014 using APSS and LDP's using eLDP.

Disposal Date	Distribution
February 1, 2015	State Offices; State Offices relay to County Offices, Peanut CMA's, and DMA's

Notice PS-724

2 Basic Peanut Loan and LDP Program Information

A General Information

County Offices shall refer to the following:

- 12-PS for general instructions about APSS
- 15-PS for general instructions about eLDP processing
- 8-LP for general policies and procedures about loans and LDP programs
- 1-CMA for CMA and DMA policies and procedures
- LP notices with additional policies and procedures for peanut MAL's and LDP's
- applicable CM, PL and FI notices and handbooks.

B Peanut Loan Rates

APSS **automatically downloads** the 2014 loan rates for each peanut type during the software update process. The loan rates can be reviewed by accessing the county-maintained tables and selecting the Commodity Loan Rate Table for peanuts.

The rates per percent of total sound mature kernels (SMK's) for each peanut type are hardcoded in APSS.

See Exhibit:

- 1 for peanut loan rates for CY 2014
- 2 for additional discounts for warehouse-stored Segregation (Seg.) 1 peanuts.

C Peanut Loan and LDP Features

All producer eligibility requirements for loans and LDP's according to 8-LP and Notice LP-2199 are applicable to peanuts offered as collateral for MAL and LDP.

The following program features for CY 2014 are **the same** as CY 2013:

- assignments
- commodity code and peanut type abbreviation
- handling of peanut assessments
- authorized charges
- service fees.

Notice PS-724

2 Basic Peanut Loan and LDP Program Information (Continued)

C Peanut Loan and LDP Features (Continued)

The following program features are **not applicable** for the 2014 and subsequent CY MAL and LDP's:

- the 30 percent loan rate reduction for ACRE
- sequestration-related reduction to:
 - MAL and LDP disbursements
 - peanut handling charges payment at loan disbursement and repayment
 - storage charges at forfeiture, if applicable.

3 County-Maintained Table Files

A Updating the Peanut Offer Shipping Rate Table

Access the Peanut Offer Shipping Rate Table in APSS with CY 2014 rates for peanut warehouse charges for each storing warehouse according to the following.

Step	Action
1	On Price Support Main Menu PCA005, ENTER "9".
2	On Menu PAA010, ENTER "3".
3	On Menu PAA015, ENTER "1".
4	On Menu PAA020, ENTER "3".
5	On Menu PAA79000, ENTER "6".
6	<p>On the Peanut Offer Shipping Rate Table:</p> <ul style="list-style-type: none"> • ENTER "U" to update the table • enter the warehouse code assigned to the warehouse • ENTER "7/01/14" as the "Effective Date" • enter "N" or "Y" to the question, "Is this a merged warehouse?" • enter or verify the State and county codes where the warehouse is located. <p>Note: If the message, "Warehouse is not in the Name and Address File. Please correct or press Enter", is displayed, PRESS "Enter". Screen PAA79035 will be displayed.</p>
7	<p>On Screen PAA79035, enter the following warehouse rates:</p> <ul style="list-style-type: none"> • storage = \$2.71 per ton/month • load-out = \$8.00 per ton. <p>Note: See Notice LP-2197 for CCC-approved warehouse rates for CY 2014. The rates of load-in charges are hardcoded in APSS.</p> <p>Important: CCC will pay handling charges on warehouse-stored peanut MAL's at loan disbursement; however, these charges have to be repaid when the loan is redeemed.</p>

Notice PS-724

3 County-Maintained Table Files (Continued)

B Commodity Loan Rate Table

Follow subparagraph A, steps 1 through 3, then on Menu PAA020, ENTER “2” to update or “8” to print the loan rate table for peanuts.

Complete the second party review requirements according to 8-LP, paragraph 506 B. See Notice LP-2196 for peanut loan rates for CY 2014.

4 General Peanut MAL Processing

A Handling Loan Requests

Each loan request **must** be for the same:

- peanut type
- producer.

Additionally, if the request is for warehouse-stored loan, it should have the same:

- warehouse code
- date documents received date
- State where the peanuts were inspected.

B Answering ACRE Indicator Question

The ACRE program is **not** applicable in 2014 and subsequent CY’s. However, APSS will continue to display the question about ACRE enrollment on:

- Screen PLB10005 for a farm-stored loan
- Screen PLC10010 for a warehouse-stored loan.

When the screen displays the question, “Is this quantity from a farm enrolled in ACRE (Y/N)?”, ENTER “N” when processing CY 2014 loans.

5 Warehouse-Stored Loan Processing in APSS

A General Warehouse-Stored Loan Information

Peanut warehouse-stored loan making shall continue to be processed in the same manner as previous CY’s.

When using a peanut EWR, County Offices shall continue to ENTER “9”, “Warehouse Peanut Loans Using Preprocessed Data”, from Loan Making Menu PLA000 in APSS. Additional instructions on EWR’s are provided in Notice PS-725.

Notice PS-724

5 Warehouse-Stored Loan Processing in APSS (Continued)

B Warehouse Information

All warehouse information **must** be entered in SCIMS according to 1-CM.

A list of approved peanut warehouses is available at

https://saltlake.sc.egov.usda.gov/approved_whses/peanuts/approved_peanut_whses.asp.

To receive payment for in-handling charges associated with warehouse-stored MAL's, current banking information **must** be available to PSD.

Warehouses **must** complete SF-3881, if submitting new or updated banking information.

Forms are available at **<http://forms.sc.egov.usda.gov/eForms/welcomeAction.do?Home>**.

C Date Document Received and State of Inspection

Screen PLC10005 will prompt users to enter the following:

- "Date Documents Received" date
- "State of Inspection".

The "Date Documents Received" date shall be the actual date **all** required loan documents were received by the County Office. This shall be the later of the date:

- of loan request
- CCC becomes the holder of the receipt

Note: County Offices shall download EWR's as soon as requests for loans are received. If download does **not** occur on the day of loan request, make a note of the loan request date in the loan folder and use this date to compare with other documents when determining the "Date Documents Received" date.

- receipt of other applicable documents, such as lien waiver, **excluding** lien search.

Note: County Offices shall process DMA loans using the same "Date Documents Received" date and "Disbursement Date" as the DMA-prepared loan.

The "State of Inspection" shall be the 2-digit State code where the peanuts were inspected. This shall be the same as the first 2 digits of the buying point number. If using EWR, this data field will automatically be filled.

Notice PS-724

5 Warehouse-Stored Loan Processing in APSS (Continued)

D Peanut Warehouse Receipt Validation

The information for each warehouse receipt will be displayed on Screen PLC40000. Enter the data manually if using paper receipt, or verify data displayed on the screen if using EWR.

Field	Description	Explanation
Warehouse Receipt Number	Warehouse receipt number associated with the receipt.	Entry required. Note: County Offices must ensure that the “Storage Paid Through” date is on the paper receipt or EWR. If missing, return the receipt for correction. If it is EWR, release the receipt using Release Code/Reason 5 (Receipt Data Error).
Date Receipt Issued (mmddyy)	Date warehouse receipt was issued.	
Storage Date (mmddyy)	Date the storage starts to accrue.	
Date Storage Paid Through Date (mmddyy)	Date through which storage has been paid or provided for. Note: If no storage has been paid, the date shall be the same as the storage date.	
Net Tons	Net tons from warehouse receipt.	Tons of Kernels, including SMK’s and sound splits (SS), but excluding loose shelled kernels (LSK’s).
LSK Tons	LSK tons from warehouse receipt.	Tons of LSK, if applicable.
Total Tons	Total tons from warehouse receipt.	Equal to Net Tons plus LSK Tons.
Storage Charge Per Unit	CCC-approved storage rate per ton.	Entry optional. Note: Cannot be greater than the CCC-approved rate.
Prepaid In Charges	Prepaid in charges shown on the warehouse receipt.	
Prepaid Out Charges	Prepaid out charges shown on the warehouse receipt.	

Note: The warehouse-stored peanut loan rate shall **not** be adjusted for the amount of unpaid storage through loan maturity.

E Calculating the Receipt Loan Amount

The manner of calculating the receipt loan amount for peanuts remains unchanged. APSS shall determine the receipt loan amount of:

- Seg. 1 peanuts in the same manner as CY 2013 using the:
 - CY 2014 loan rates in Exhibit 1
 - premiums and discounts in Exhibits 1 and 2
- Seg. 2 and Seg. 3 peanuts as 35 percent of the 2014 loan rate in Exhibit 1.

Notice PS-724

5 Warehouse-Stored Loan Processing in APSS (Continued)

E Calculating the Receipt Loan Amount (Continued)

County Offices shall print Screen PLC11000 and file the printout in the loan folder for future reference.

See Exhibit 3 for examples of MAL calculations.

F Handling of Storage Charges

Peanut loan rates shall **not** be reduced for unpaid storage when processing warehouse-stored MAL's. Storage charges can be handled as an approved offset. See Notice LP-2199 for additional information.

G Discounts on Quality Factors

Seg. 1 warehouse-stored peanuts shall have additional discounts based on the percent damage, foreign materials (FM), and SS, indicated on the warehouse receipt. The discount rates shown in Exhibit 2 are unchanged from CY 2013.

Note: No additional discounts shall be applied to Seg. 2 and Seg. 3 peanuts.

H Determining Loan Quantity and Loan Amount

APSS shall determine the loan quantity (Total Tons) by adding quantity of net tons, **excluding** LSK, and the quantity of LSK tons. This is unchanged from the previous CY.

The farm-stored loan amount shall be based on the loan quantity times the loan rate applicable to the peanut type and seg.

The warehouse-stored loan amount shall be based on:

- quantities and grading factors on the warehouse receipt, including the applicable premiums and discounts for Seg. 1 peanuts
- loan quantity multiplied by the loan rate for Seg. 2 and 3 peanuts.

The total loan amount shall be the sum of the receipt loan amounts of all receipts included in the loan.

Note: The loan amount will **not** be reduced for sequestration in 2014 and subsequent CY's.

Notice PS-724

5 Warehouse-Stored Loan Processing in APSS (Continued)

I Determining the Amount of Handling Charges

APSS shall determine the amount of handling charges applicable to quantity of peanuts offered as collateral for warehouse-stored MAL by multiplying the loan quantity times the CCC-approved rate of handling charges. The calculated amount shall be:

- printed in Warehouse Receipt Summary for Peanuts Report, block 8
- displayed on Screens PLC12000 and PLC12005
- printed on CCC-678, and labeled “Handling Charges”.

Note: The amount of handling charges is **not** part of the total loan disbursement. The handling charges shall be remitted to the storing warehouse through Kansas City, and shall be repaid according to subparagraph 7 G, when the loan quantity is redeemed. Handling charges are **not** reduced for sequestration.

J Warehouse Receipt Summary for Peanuts (WRSP) Report

The WRSP Report contains receipt data associated with each loan. Use the WRSP Report to verify the following:

- grade factors shown on the WRSP Report match with the warehouse receipt information
- receipt loan amount and total loan amount are correct
- disbursement date in block 4 is correct
- warehouse code in block 5 is correct
- date document received in block 6 is correct
- “Load-in charge” in block 8 is correct according to subparagraph I

Note: Load-in charge reference the amount of “Handling Charges” printed on CCC-678.

- “Research and Promotion” is correct according to subparagraph 6 B.

Note: Amount of research and promotion references the National Peanut Board assessment, and is the same as “Marketing Assessment” amount on CCC-678.

File a copy of the WRSP Report in the producer’s loan folder for future reference.

K Disbursing MAL

Disburse MAL in the normal manner. See applicable FI handbooks for additional instructions.

Notice PS-724

6 Commodity Assessments for Peanuts

A Handling Peanut Assessments in APSS

APSS automatically calculates and deducts the authorized amount of assessment from MAL's at disbursement and the deductions will be displayed on:

- Screens PLC12000 and PLC12005, when completing warehouse-stored loans
- Screens PLB13500 and PLB13505, when completing farm-stored loans.

Note: DMA and CMA County Offices **must** ENTER "0" in the "Assessment" and "Marketing Assessment Amount" fields when processing CMA and DMA loans in APSS.

Peanut DMA's and CMA's are responsible for collecting and remitting all authorized commodity assessments to the applicable entities.

B Authorized Assessment Deductions

The list of authorized peanut assessment deductions will be in Notice LP-2199. APSS calculates the amount of assessment deductions due from each loan, and prints on CCC-677 and CCC-678 the:

- "Assessments" for authorized State commodity assessment
- "Marketing Assessments" for the National Peanut Board research and promotion assessment.

7 Processing Peanut Loan Repayment in APSS

A General Information

APSS has **not** been modified to apply the average AGI and payment limitation rules according to the 2014 Farm Bill. If the national posted price (NPP) falls below the national loan rate (NLR), determine the market loan gain (MLG) according to Notice LP-2199.

Note: Payment limitation provisions are **not** applicable to MAL and LDP for CY 2013 and prior CY's.

Notice PS-724

7 Processing Peanut Loan Repayment in APSS (Continued)

B Loan Repayment Options

The available loan repayment options will be displayed on APSS Screen PPD00000.

Menu Option	Description
1	“Regular Repayment” calculates repayments at principal plus interest (P+I).
2	“Commodity Certificate Repayment”. Note: This option has been disabled for 2010 and subsequent CY repayments.
3	“Market Price Repayment” calculates repayments at the lower of: <ul style="list-style-type: none">• P+I• CCC-determined value based on NPP (alternative repayment amount).

Note: See 8-LP, Part 7 and FI handbooks and notices for additional instructions on handling repayments.

C Regular Repayment

Use the regular repayment option (P+I) for either of the following:

- to process **Seg. 2** and **Seg. 3** peanut repayments
- when specific instructions to use this option are issued.

Note: This is unchanged from the previous CY’s.

Use the “Regular” repayment option to process Seg. 1 peanut repayments, unless P+I due at the time of repayment is greater than the alternative repayment rate at NPP.

D Commodity Certificate Repayment

Repayment Menu, option “2”, “Commodity Certificate Repayment” has been disabled in APSS for the 2010 and subsequent CY’s.

E Market Price Repayment

The market price repayment option in APSS shall be used as a tool to determine the repayment amount due including MLG when NPP is less than the loan rate. Because APSS does **not** apply the rules according to the 2014 Farm Bill, County Office **must** verify the producer’s eligibility to receive MLG manually and the final repayment amount due according to Notice LP-2199.

Notice PS-724

7 Processing Peanut Loan Repayment in APSS (Continued)

E Market Price Repayment (Continued)

The APSS “Market Price” repayment option will calculate the repayment amount due at the lower of the calculated P+I or the alternative repayment amount based on the CCC-determined value using applicable NPP.

Example: NLR Per Ton = \$354.86; NPP = \$355.30

P+I = \$354.86 + \$1 = \$355.86

Repayment: The lower of NPP or P+I

Principal = \$354.86

Less: MLG = \$0

Plus: Interest Due = \$.44 (Forgiven Interest = \$.56)

Total Amount Due = \$355.30

Plus: Handling Charges (Quantity Repaid x Rate of Handling Charges).

The following provides general information on market price repayment.

IF NPP is...	THEN...
equal to NLR	<ul style="list-style-type: none"> • repay at the alternative repayment amount • interest is forgiven • marketing gain is not applicable.
less than NLR	<ul style="list-style-type: none"> • repayment is the alternative repayment amount • interest is forgiven • marketing gain is the difference between principal liquidated and alternative repayment amount. <p>Note: MLG’s for a person or entity are subject to average AGI and payment limitation rules. See Notice LP-2199 for guidelines on determining MLG’s.</p>
greater than NLR	<ul style="list-style-type: none"> • repayment is P+I <p>Note: Repayment shall not be greater than the alternative repayment amount.</p> <ul style="list-style-type: none"> • interest is partially forgiven, if P+I is greater than the alternative repayment amount • MLG is not applicable.

See 8-LP, Part 7, Section 2 for policies on market loan repayments, and 12-PS, Part 7, Section 4 for instructions on processing market loan repayments in APSS.

Notice PS-724

7 Processing Peanut Loan Repayment in APSS (Continued)

F Handling Interest

Interest rate shall be handled in the same manner as the previous CY. See 8-LP, Part 1, Section 3 for additional information.

Important: On Screen PPD11200 or PPD61000, County Offices shall always ENTER “Y” to the question, “**Was this loan disbursed entirely by direct deposit (Y/N)?**” This indicator will allow APSS to give 2 calendar day’s interest credit on MAL being repaid.

G Repayment of Handling Charges

APSS shall determine the handling charges repayment amount associated with the receipt quantity being redeemed. The amount of handling charges due shall be calculated by multiplying the loan quantity being redeemed times the CCC-approved handling charges applicable to the loan.

The calculated amount shall be:

- displayed on Repayment Summary Screen PPD13800 or PPD64400
- printed on CCC-500, “Remarks” section
- added to the amount due at repayment.

8 Peanut Settlements/Forfeitures

A Peanut Settlements

APSS shall process peanut settlements using the applicable loan rates, and premiums and discounts in Exhibits 1 and 2. Settlement value shall be based on the grading factors associated with the forfeited quantities and will **not** be reduced for sequestration for 2014 and subsequent CY’s.

B Peanut Forfeitures

The APSS option to process forfeitures remains unchanged. Peanut handling charges paid to warehouses at loan disbursement do not have to be repaid when the quantity is forfeited.

CCC is responsible for storage charges on forfeited peanuts from the “Date Documents Received” through loan “Maturity Date”. Storage charges refund will be paid to the producer for prepaid storage from “Date Documents Received” to “Storage Paid Through” date. A receivable for storage charges will be created for unpaid storage before “Date Documents Received”.

APSS shall determine the storage charges refund or receivable on forfeited quantity based on the data on the warehouse receipt. See Exhibit 5 examples of storage charges calculations.

Notice PS-724

9 Processing Peanut LDP's

A General Information

All peanut LDP requests shall:

- be processed using the eLDP software

Note: See 15-PS and applicable notices for instructions on establishing producer profiles and processing eLDP's.

- **not** be processed using APSS
- be calculated in the same manner as the previous CY according to the LDP rates for peanuts available at http://www.fsa.usda.gov/Internet/FSA_File/peanut.xls.

When the production evidence is a:

- warehouse receipt, use the "Total Tons" on the receipt when determining the eLDP quantity
- FSA-1007, add the "Net Tons" and "LSK Tons" to determine the eLDP quantity.

B LDP's for Green Peanuts and Peanuts for Hay

Green peanuts and peanuts for hay are eligible for certified eLDP's **only**. County Offices shall contact PSD **before** processing eLDP requests for green peanuts.

See 8-LP, Part 10, Section 2 for additional information on LDP's for hay.

C Requesting eLDP Using EWR

EWR's can be used as production evidence when requesting eLDP. See Notice PS-725 procedures for using EWR's for eLDP.

Peanut Rates and Premiums for CY 2014

The following provides peanut rates for CY 2014.

Seg. 1 Peanuts		
Peanut Type	NLR Per Ton	Rate Per Percent Total SMK's
Virginia	\$357.79	\$4.915
Runner	\$354.86	\$4.819
Spanish - Southeast	\$333.91	\$4.795
Spanish - Southwest	\$333.91	\$4.795
Valencia	\$357.79	\$5.346
All Peanut Types		
LSK	\$140.00	
Other Kernels (OK)		\$1.40
Extra Large Kernels (ELK) - Virginia only		\$0.35
Seg. 2 and Seg. 3 Peanuts		
Virginia	\$125.23	No Additional Premiums and Discounts
Runner	\$124.20	
Spanish - Southeast	\$116.87	
Spanish - Southwest	\$116.87	
Valencia	\$125.23	

2014 Peanut Discounts Table

The following provides discounts for Seg. 1 peanuts.

Damage	
Percent	Deduction
1	
2	\$3.40

FM	
Percent	Deduction
1	
2	
3	
4	
5	\$1.00
6	\$2.00
7	\$3.00
8	\$4.00
9	\$5.00
10	\$6.00
11	\$7.00
12	\$8.50
13	\$10.00
14	\$11.50
15	\$13.00
Above 15 percent	\$13 + \$2 for each percent over 15 percent

SS	
Percent	Deduction
1	
2	
3	
4	
5	\$0.80
6	\$1.60
7	\$2.40
8	\$3.20
9	\$4.00
10	\$4.80
11	\$5.60
12	\$6.40
13	\$7.20
14	\$8.00
15	\$8.80
Above 15 percent	\$8.80 + \$0.80 for each percent over 15 percent

Example of Loan Calculations

The following are examples of loan calculations for Runner peanuts.

Warehouse-Stored Seg. 1 Peanut		
1	Loan Rate	\$354.86
2	Value Per % Total SMK	\$4.819
Loan Quantity From Receipt:		
3	Net Tons, Excluding LSK	10.00
4	LSK Tons	0.50
5	Loan Quantity - Total Tons (Line 3 + Line 4)	10.50
Grade Factors From Receipt:		
6	Seg.	1
7	Moisture	5.21%
8	FM	4.75%
9	SS	4.60%
10	Total SMK	75.40%
11	OK	4.75%
12	Damaged Kernels (DK)	.06%
13	Hulls	19.92%
14	Total Kernels + Hulls (Total Kernels + Hulls)	100.13%
Calculations		
16	Total SMK (Line 10 X Line 2)	\$361.43
17	Other Kernel (Line 11 x \$1.40)	\$6.65
18	ELK - Virginia only	\$0.00
19	Total Kernel Value (Line 16+Line 17+Line 18)	\$368.08
Discounts:		
20	DK's (% DK x Rate from Discounts Table)	\$0.00
21	Excess FM (% FM x Rate from Discounts Table)	\$1.00
22	Excess SS (% SS x Rate from Discounts Table)	\$0.80
23	Total Discounts	\$1.80
Net Loan Rate Excluding LSK		
24	Net Loan Rate, Excluding LSK (Line 19-Line 23)	\$366.28
Value Per Pound Including LSK:		
25	Value Excluding LSK (Line 3 x Line 24)	\$3,662.80
26	Value of LSK (Line 4 x \$140)	\$70.00
27	Loan Amount/Receipt Loan Value (Line 25+Line 26)	\$3,732.80
Farm Stored Seg. 1 Peanuts		
1	Loan Quantity - Total Tons	10.50
2	Loan Rate - Seg. 1	\$354.86
3	Loan Amount (Line 1 x Line 2)	\$3,726.03
Warehouse/Farm Stored Seg. 2 & 3 Peanuts		
1	Loan Quantity - Total Tons	10.50
2	Loan Rate - Seg. 2	\$124.20
3	Loan Amount (Line 1 x Line 2)	\$1,304.10

Examples of Warehouse-Stored MLG and LDP

The following is an example of repayment of warehouse-stored Seg. 1peanut loans and the amount of LDP at different levels of NPP.

NPP is Less Than Loan Rate		
Warehouse-Stored Loan Repayment		
1	Loan Rate: Runner Peanuts	\$354.86
2	Quality Adjustment (Premiums/Discounts)	(\$21.06)
3	Rate Adjusted for Quality	\$333.80
4	NPP: Runner Peanuts	\$300.00
5	Repayment Rate Quality Adjustment:	(\$21.06)
6	Alternative Repayment Rate (line 4 - line 5)	\$278.94
7	MLG (line 1 - line 4)	\$54.86
Calculations		
8	Loan Rate: Runner Peanuts	\$354.86
9	Alternate Repayment Rate (NPP): Runner Peanuts	\$300.00
10	LDP Amount (line 8 - line 9)	\$54.86
NPP is Greater Than Loan Rate <u>1/</u>		
Warehouse-Stored Loan Repayment		
1	Loan Rate: Runner Peanuts	\$354.86
2	Quality Adjustment (Premiums/Discounts)	(\$21.06)
3	Rate Adjusted for Quality	\$333.80
4	NPP	\$375.00
5	Repayment Rate Quality Adjustment:	(\$21.06)
6	Adjusted for Repayment Rate (line 4 - line 5)	\$353.94
7	NPP is > Loan Rate, No MLG	\$0.00
LDP Calculations		
8	Loan Rate: Runner Peanuts	\$354.86
9	Alternate Repayment Rate (NPP)	\$375.00
10	NPP is > Loan Rate, No LDP will be paid.	\$0.00
<u>1/</u> No MLG or LDP. Loan has to be repaid at P+I.		

Examples of Storage Charges Due at Forfeiture

The following are examples of storage charges due on forfeited peanuts.

Loan Information: Loan Maturity Date: June 30, 2015 Forfeited Loan Quantity = 100 tons Daily Storage Rate = \$.089	
Warehouse Receipt Information	Storage Charges Due Number of Storage Days x Daily Storage Rate x Quantity Forfeited
Storage Start Date: August 1, 2014 (date of deposit) Storage Paid Through: August 15, 2014 Date Documents Received: September 15, 2014	Establish Receivable for storage from August 16 through September 14, 2014 = 14 days 14 days x \$.089 x 100 tons = \$124.00
Storage Start Date: August 1, 2014 (date of deposit) Storage Paid Through = August 1, 2014 Date Documents Received: September 15, 2014	Establish Receivable for storage from August 1 through September 14, 2014 = 45 days 45 days x \$.089 x 100 tons = \$400.50
Storage Start Date: August 1, 2014 (date of deposit) Storage Paid Through: September 15, 2014 Date Documents Received: September 15, 2014	Issue Refund for storage for Sept. 15, 2014 = 1 day 1 day x \$.089 x 100 tons = \$8.90
Storage Start Date: August 1, 2014 (date of deposit) Storage Paid Through: December 31, 2014 Date Documents Received: September 15, 2014	Issue Refund for storage from September 15 through December 31, 2014 = 108 days 108 days x \$.089 x 100 tons = \$961.20
Storage Start Date: August 1, 2014 Storage Paid Through: July 31, 2015 Date Documents Received: September 15, 2014	Issue Refund for storage from September 15, 2014 through June 30, 2015 (Loan Maturity Date) = 289 days 289 days x \$.089 x 100 tons = \$2,572.10