



United States
Department of
Agriculture

Farm
Service
Agency

Kansas City Commodity Office
Post Office Box 419205
Kansas City, Missouri 64141

Date: January 10, 2008

FAX NO. (816) 926-6381 or (816) 926-6767

COMMODITY EXCHANGE NO. 8I

The Commodity Credit Corporation (CCC) desires to exchange CCC-owned bulk wheat for packaged vegetable oil under the McGovern Dole Food for Education Program.

CCC seeks 290 MT of vegetable oil for shipment to:
Guinea 290 MT 6/4 Liter Round Tins

The contractor will receive CCC-owned bulk wheat in exchange, on an all or none basis, for vegetable oil produced and packaged in accordance with Commodity Requirements Document VO11.

Shipment Period: February 16 - 29, 2008 for inland plants
 March 1-15, 2008 for plants located at the port

Delivery points considered will only be those f.a.s. vessel and intermodal bridge (excluding Lakes "L") locations approved and listed on the KC-362.
http://www.fsa.usda.gov/Internet/FSA_File/kc0362.pdf

Offers and any modifications or withdrawals of offers must be received in the Kansas City Commodity Office (KCCO) by 2:30 p.m., CDT, January 23, 2008.

CCC will telephone contractor with notice of acceptance by 9:15 a.m., CDT, January 24, 2008.

Public release of award information will be no later than January 24, 2008.

Exhibit B contains a list of Uniform Grain and Rice Storage Agreement (UGRSA) warehouse names and locations together with the quality and net bushel quantity of CCC-owned bulk wheat. Only lots of CCC-owned bulk wheat included in Exhibit B are available to offer for exchange. KCCO strongly urges prospective contractors to contact the storing warehouse operator to arrive at the terms and conditions applicable for delivery of the wheat prior to offering to exchange the vegetable oil for CCC-owned bulk wheat.

The offerors will offer for a quantity of CCC-owned bulk wheat on Exhibit B, designating a specific lot number(s) in exchange for the requested quantity of vegetable oil on the attached offer form. In formulating the offer, the offeror should note that CCC-owned bulk wheat will be received by the contractor instore, at storage locations specified in Exhibit B.

Offers must be made on a lot by lot basis and not contingent on the acceptance of another lot.

Only entire warehouse lot net quantities may be included in a bid, except that **one** warehouse lot may be split in order to arrive at the intended bid quantity. CCC may accept or reject any or all offers.

All costs for transportation/manufacturing/handling of vegetable oil from the contractor's plant to the f.a.s. vessel location are for the contractor's account.

- "F.a.s. vessel" means free of expense to the Government delivered alongside the ocean vessel and within reach of its loading tackle at the specified port of shipment, or on the floor of a USDA -approved warehouse/berth/terminal transload facility as designated by ocean carrier.
- Exception: The following f.a.s. delivery points shall be defined as free of expense to the Government delivered free on board the conveyance (truck or railcar) to the USDA - approved warehouse/berth/terminal transload facility as designated by ocean carrier:
 - f.a.s. Houston, TX (HOUS)
 - (The ocean carrier shall be responsible to pay all handling costs to unload the conveyance and all associated terminal/port charges.)
- "Intermodal bridge" means delivered free of expense to the Government delivered in transportation conveyance obtained by the vendor to locations where steamship lines have established and published intermodal rates from a U.S. point to a U.S. port and a foreign destination.

CCC will transfer title to the CCC-owned bulk wheat within 2 business days of receipt of the following documents which are to be provided to CCC at no additional cost:

1. Certificate of Analysis (COA) - a COA must be submitted for each lot,
2. KC-366 Shipment Log (used as Proof of Delivery), and
3. Statement certifying commodity conforms to the provisions of the Federal Food, Drug, and Cosmetic Act and all parts of VO11 with the exceptions as indicated on Page 1 of this "Exchange for Offers".

CCC will pay for storage charges through the date the title is transferred. The stop storage date on lots released to the contractor will be shown on the transfer of title notification. Warehouse receipts will be mailed to the storing warehouse operator. CCC will instruct the storing warehouse operator to cancel the warehouse receipts and hold the wheat in open storage for the contractor's account. If interested, the contractor may request that the storing warehouse operator issue new warehouse receipts to the contractor.

Contractor is responsible for paying load out charges, plus any storage charges incurred after CCC transfers title to the CCC-owned bulk wheat instore. The storage and handling rates contained in the CCC Schedule of Rates will apply to the wheat until loaded out, provided the transferee, in writing, orders the wheat loaded out for immediate shipment within 30 days after the date title is transferred. If the transferee does not request, in writing, load out within 30 days after the date title is transferred, the storage and handling rates applicable to the transferee for the wheat shall not exceed CCC's Schedule of Rates in effect at the time of title transfer until the earlier of: 1) 60 days, or 2) title to the wheat is transferred by the transferee to another party, or 3) the transferee loads the wheat out of the warehouse.

Any differences between quantity and quality of CCC-owned bulk wheat received by the

contractor are to be settled between the storing warehouse operator and the contractor. CCC will not facilitate this settlement.

Any actual damages suffered by CCC resulting from any failure or refusal of contractor to perform shall be for the account of the contractor. Such actual damages shall include, but not be limited to: the fair market value of the packaged commodity, as determined by CCC, vessel demurrage, handling, wharfage charges, storage, fumigation costs, and excess replacement costs.

The vegetable oil delivered must be entirely produced in the United States from commodities produced in the United States. Produced in the United States means manufactured, processed, mined, harvested, or otherwise prepared for sale or distribution, from components originating in the United States, its territories or possessions, the Commonwealth of Puerto Rico, or the Trust Territories of the Pacific Islands (hereinafter referred to as the United States). Components originating in the United States that have been exported, and subsequently imported back into the United States, will not be considered as having been produced in the United States. The contractor will maintain records evidencing product origin and will make such records available for review by the Government.

SUBMISSION OF OFFERS

CCC reserves the right to refuse to consider an offer if KCCO does not have adequate information to determine the responsibility of offeror, financially or otherwise. First time CCC offerors, for vegetable oil contracts, should notify CCC prior to submission of an offer.

Offeror may bid for delivery to multiple delivery locations for the vegetable oil; however, the entire quantity of 290 MT must be delivered to one location. Offeror may submit additional bid forms to designate alternative delivery location and warehouse lot combinations.

Bids must be submitted by facsimile. In all cases, bids shall be addressed to: **Kansas City Commodity Office, International Procurement Division Bid Box: Commodity Exchange No. 81**

- Facsimile Numbers are 816-926-6381 or 816-926-6767. For facsimile submission assistance, please call 816-823-1012.

The time recorded by the facsimile as offeror's transmission time will be used to determine the time of receipt by CCC. OFFERORS ARE RESPONSIBLE FOR THE TIMELY RECEIPT OF OFFERS AND ANY AMENDED OFFERS. No offers, modifications, or withdrawals will be accepted by telephone.

EVALUATION OF OFFERS

Offers will be evaluated based on the quantity of vegetable oil offered in relation to the value of CCC-owned bulk wheat to be acquired by the offeror in this exchange, as determined by CCC. The lowest-landed cost to the Government to deliver the products to overseas destination shall be used as a factor to evaluate offers. Offers for which the Government has not received matching ocean freight offers/indications shall not be considered. CCC reserves the right to accept offers most advantageous to the Government, which may not necessarily reflect the lowest exchange ratio or the lowest-landed cost. Offers will be evaluated on an "all-or-none" basis for the quantity

of packaged vegetable oil. The quantity of vegetable oil to be delivered will not be split between multiple delivery locations.

Further information on this “Exchange for Offers” may be obtained by contacting:

Kansas City Commodity Office
International Procurement Division
P.O. Box 419205, Stop 8738
Kansas City, Missouri 64141-6205
Cita D. Trice - Telephone (816) 926-1438
Cita.Trice@kcc.usda.gov

Questions regarding storage rates and/or specific warehouse contact information may be obtained by contacting Verna Garrett - Telephone (816) 926-6198.

Nelson Randall
International Procurement Division

Attachment

Commodity Exchange No. 8I

In accordance with Commodity Exchange No. 8I, dated January 10, 2008, the undersigned offers the following:

Seller certifies that the packaged commodity to be delivered is or will be manufactured in the United States.

Firm Name _____

Address _____

Plant Location _____

Contact Name _____

Phone No. _____ Fax No. _____

Part One - CCC Delivers CCC Owned Bulk Wheat Instore To Offeror:

Lot No. _____ Net Bushels _____

Location _____
(City) (State) (UGRSA Warehouse Code)

Lot No. _____ Net Bushels _____

Location _____

Lot No. _____ Net Bushels _____

Location _____

Lot No. _____ Net Bushels _____

Location _____

Split Lot No. _____ Net Bushels _____

Location _____

Total Net Bushels Offered _____

Continued On Next Page

Part Two - CCC Receives From Offeror:

Total quantity CCC is to receive: 290 Metric Tons
Commodity and pack size: Vegetable Oil packaged in 6/4 Liter Round Tins
Shipped to CCC approved location: Location A: _____
or
Location B: _____
or
Location C: _____
If Offeror requires more delivery locations, please submit an additional offer form.

Shipment Period: February 16 - 29, 2008 for inland plants
March 1-15, 2008 for plants located at the port

SIGNATURE _____

TITLE _____

PRINTED NAME _____

The following statements are made in accordance with the Privacy Act of 1974 (5 USC 552a) and the Paperwork Reduction Act of 1995, as amended. Furnishing the requested information is required to be a responsive offer. Failure to furnish the requested information will result in a non-responsive offer. This information may be provided to other agencies, IRS, Department of Justice, or other State and Federal Law enforcement agencies, and in response to a court magistrate or administrative tribunal. The provisions of criminal and civil fraud statutes, including 18 USC 286, 287, 371, 641, 651, 1001; 15 USC 714m; and 31 USC 3729, may be applicable to the information provided.

Federal agencies may not conduct or sponsor, and a person is not required to respond to a collection of information unless it displays a currently valid OMB control number. Public reporting burden for this collection of information is estimated to average 15 minutes per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. Send comments regarding this burden estimate or any other aspect of this collection of information, including suggestions for reducing this burden, to the U. S. Department of Agriculture, Clearance Officer, OIRM (OMB No. 0560-0177), Stop 7630, Washington, D.C. 20250-7630.

The U.S. Department of Agriculture (USDA) prohibits discrimination in all its programs and activities on the basis of race, color, national origin, gender, religion, age, disability, political beliefs, sexual orientation, and marital or family status. (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 USDA, Director, Office of Civil Rights, Room 326-W, Whitten Building, 14th and Independence Avenue, SW, Washington, D.C. 20250-9410 or call (202) 720-5964 (voice or TDD). USDA is an equal opportunity provider and employer.