

UNITED STATES DEPARTMENT OF AGRICULTURE

Farm Service Agency
Washington, DC 20250

Loans and Loan Deficiency
Payments for Honey
2-LP Honey (Revision 11)

Amendment 13

Approved by: Acting Deputy Administrator, Farm Programs



Amendment Transmittal

A Reasons for Amendment

Subparagraph 861 A has been amended to add 2012 crop year premiums and discounts.

Exhibit 2 has been amended to update the dates in the crop year examples.

Exhibit 16 has been amended to:

- remove the 2010 crop year premiums and discounts, as applicable
- add 2012 crop year premiums and discounts.

B Effective Date

These premiums and discounts were effective April 1, 2012.

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861 Completing Settlements

A Completing Local Sale Processing

The County Office shall:

- process local sale settlements through APSS according to Part 9
- enter weight, grade, sale information on CCC-691, Part B according to paragraph 860 and other applicable information received from AMS on FV-237
- apply the following 2011 crop honey premiums and/or discounts based on the color test received from AMS

Class	Premiums (cents/lbs.)	Discounts (cents/lbs.)
White	5.2	0
Extra Light Amber	0	0
Light Amber	0	-6.9
Amber and Nontable	0	-9.5

- *--apply the following 2012 crop honey premiums and/or discounts based on the color test received from AMS

Class	Premiums (cents/lbs.)	Discounts (cents/lbs.)
White	3.3	0
Extra Light Amber	0.5	0
Light Amber	0	-7.1
Amber and Nontable	0	-9.4

--*

- **not** do either of the following:
 - reduce the settlement rate to less than zero
 - use the sale proceeds as the settlement value of the commodity.

861 Completing Settlements (Continued)

***--B Submitting Documents to FCMO**

County Offices shall submit local sale and settlement documents to FCMO at the--* following address:

FSA/FCMO
STOP 8578
PO BOX 419205
KANSAS CITY, MO 64141-6205.

862-900 (Reserved)

Definitions of Terms Used in This Handbook

***--Alternative Repayment Rate**

The alternative repayment rate is the rate for honey loans that is determined and--* announced by CCC.

The repayment amount could be greater than the loan rate but less than principal plus interest.

Beneficial Interest

Beneficial interest in the honey must:

- be in the producer tendering the honey as security for a loan
- always have been in the producer before this honey was extracted.

Class

Class is the rating of honey based on quality.

Eligible honey shall be segregated into 2 classes for FSA purposes:

- table
- nontable.

Definitions of Terms Used in This Handbook (Continued)**Crop Year**

The crop year is the calendar year in which honey is extracted.

The loan season starts April 1 and continues through March 31 of the following year.

Example: Honey extracted:

- *--in January, February, and March 2012 is **not** eligible for loan **until** April 1, 2012, and is considered 2012 crop honey
- by December 31, 2012, is eligible for loan through March 31, 2013, and is considered 2012 crop honey.--*

Extracted Honey

Extracted honey is honey which has been physically removed from the honeycomb.

LDP

LDP's are payments made to producers who, although eligible to obtain a CCC loan, agree to forgo the loan in return for a payment on eligible honey.

Lot

A lot is defined as honey offered 1 time by the applicant, in 1 container size, of 1 declared color, of 1 declared floral source, and stored at 1 location.

Lot Number

The lot number is the number assigned by the County Office that:

- begins with "1" and continues serially for each loan or LDP
- designates specific lots within a loan or LDP.

***--2011 and 2012 Support Rates for Honey Loans**

A 2011 and 2012 Crop Loan Rate and Survey Price

The national average loan rate for the 2011 and 2012 crop year honey is 69 cents per pound.--*

County Offices shall use 69 cents per pound to calculate initial disbursements, additional disbursements, and transfers for the applicable crop year honey loans.

Monthly CCC honey survey prices for MAL's can be found on the FSA Internet at <http://www.fsa.usda.gov/FSA/webapp?area=home&subject=ecpa&topic=dsa>. Scroll down to find "Monthly CCC Honey 30-day Repayment Rate" located in the center of the web page.

***--B 2011 and 2012 Crop Settlement Values**

The following tables list the premiums and discounts that shall be applied to the national average loan rate to calculate settlements of delivered loan collateral to CCC for 2011 and 2012 crop--* honey.

Class	Premiums/Discounts for 2011 Crop (cents/lbs)
White	5.2
Extra Light Amber	0
Light Amber	-6.9
Amber and Nontable	-9.5

Class	*--Premiums/Discounts for 2012 Crop (cents/lbs.)
White	3.3
Extra Light Amber	0.5
Light Amber	-7.1
Amber and Nontable	-9.4--*

