



United States
Department of
Agriculture

Farm and Foreign
Agricultural Services

Commodity
Credit
Corporation

Kansas City
Commodity Office
P.O. Box 419205
Kansas City, Missouri
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May 10, 2002

D&DOD-119

NOTICE TO THE DAIRY INDUSTRY

SUBJECT: Sale of CCC-Owned Nonfat Dry Milk (NDM) on a Competitive Offer
Basis for the Manufacture of Edible Casein or Caseinate

The Commodity Credit Corporation (CCC), in cooperation with the dairy industry, has been performing field tests to determine the suitability of utilizing its NDM to produce edible casein or caseinate. The testing, performed in accordance with Notice D&DOD-105, has been completed. The test results indicate there are sufficient benefits for CCC to offer its NDM for sale to the industry for conversion to casein or caseinate. Accordingly, CCC will make available up to 300 million pounds of NDM, 24 months or older, for casein or caseinate production.

Announcement RSCS1, which contains the terms and conditions for the sale of CCC-owned NDM for manufacture into edible casein or caseinate, is located at the Commodity Operations website: www.fsa.usda.gov/daco/default.htm under Dairy Announcements. CCC's objective is to issue monthly invitations beginning in May and continue to issue invitations as long as stocks are available. Invitations will be available at the following Internet location: <http://www.fsa.usda.gov/daco/procure.htm>

Interested manufacturers should contact:

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We appreciate your interest and look forward to your participation in this program.

George W. Aldaya
Director