

Program Notice

FGIS PN-02-01

01/08/02

BULK IDENTITY-PRESERVED INSPECTION PLAN

1. PURPOSE

This notice announces that the Federal Grain Inspection Service (FGIS) is offering a new service, Bulk Identity-Preserved Inspection Plan, for export rough rice shipments. The bulk identity-preserved (IP) inspection plan provides for the certification of bulk rough rice lots at one location based on results determined at another location.

2. BACKGROUND

Exporters of rough rice currently incur a financial risk arising from differences in milling yields (MY) between barge origin grades and vessel subplot grades when different methods (e.g., probe sample versus ellis cup) of sampling are used. Differences in test results between origin and destination points can cause increased costs to the industry and delay export cargo shipments.

In September 2001, FGIS conducted a field test to determine if inspection results (i.e., milling yield) of barge shipments at interior points changed during transshipment aboard ocean going vessels at destination. The results of the field test showed that there were insignificant differences in quality factors determined at origin and destination points when similar methods were used to sample the lots.

Based on the results of the field test, and FGIS's desire to minimize delays in export shipments, FGIS will implement a Bulk Identity-Preserved Inspection Plan. The bulk IP inspection plan provides for the certification of bulk rough rice lots at one location based on results determined at another location.

3. REQUIREMENTS FOR PARTICIPATION

a. Identification

The lot(s) must be loaded into a barge(s) that is clearly marked with a unique word or alpha numeric identifier.

b. Sampling Methods

Only approved diverter-type (D/T) mechanical samplers and ellis cup sampling methods are approved for this inspection plan. **Probe and Pelican sampling methods are not approved for this inspection plan.**

c. Lot Requirements

Each barge must have an official single lot inspection certificate.

d. Identity-Preserved

Use either FGIS-approved seals, an FGIS-approved tamper evident security tape, and/or other approved device(s) to secure the identity of each barge.

e. Time Limits

Transfer to the final export vessel must occur within 30 days of the origin inspection service.

f. Method of Transfer/Discharge

A floating rig using a "clam shell" for the method of discharge is the only transfer method approved.

4. IMPLEMENTATION

The Bulk Identity-Preserved Inspection Plan will be implemented upon receipt of this notice.

5. RESPONSIBILITIES

a. Applicant at Origin

The applicant shall:

- (1) Complete an application for service.
 - (a) Show "Bulk IP Inspection" in the space provided for "TYPE OF INSPECTION."
 - (b) Show the destination of the lot in the "Remarks" section.
- (2) File the application with official personnel at origin prior to or at the time of the service.
- (3) Forward the original certificates and any other pertinent documents to the applicant at destination.

b. Official Personnel at Origin

Official personnel shall:

- (1) Ensure that the lot is properly identified and the identity is maintained.

- (2) Sample and inspect the lot, and perform all the requested services in accordance with the applicable procedures. Seal the barge(s) with appropriate sealing device(s) upon completion of loading.
- (3) Issue an official certificate in accordance with guidelines in this IP plan.

c. Applicant at Destination

The applicant shall:

- (1) Complete an application for service.
 - (a) Show "Bulk IP Inspection" in the space provided for "TYPE OF INSPECTION."
 - (b) Check the box for "Inspect for Condition" in the space provided for "SERVICE REQUESTED".
 - (c) Show the amount of rice to be shipped.
- (2) File the application, the original certificate for the origin inspection, and any other pertinent documents, with official personnel at the destination office prior to or at the time of the requested service.
- (3) Ensure that the rice will be discharged at a floating rig location using the clam shell method of discharge.
- (4) Ensure that official personnel are present **prior** to unsealing and unloading the carriers.

d. Official Personnel at Destination

Official personnel shall:

- (1) Review the origin certificate, application for service, and any other pertinent documents.
- (2) Verify the identification, check that the seals or other approved sealing device(s) are intact and, if applicable, that the seal numbers are correct, witness the unloading/loading operation, and the condition of the lot.
- (3) Perform all other requested services in accordance with the applicable procedures.
- (4) Issue an official certificate(s) in accordance with guidelines in this IP plan.

6. ORIGIN SERVICES

a. Sampling, Inspection, and Other Services

Official personnel shall:

- (1) Sample the lot during loading with a GIPSA-approved D/T mechanical sampler or Ellis cup sampler. **Probe and pelican sampling are not permitted for this plan.**
- (2) Inspect/grade the rice and perform all other requested services on the lot in accordance with the applicable procedures.

b. Certification

- (1) Official personnel shall certificate the lot in accordance with the applicable procedures and show in the Remarks section the following statement: "GIPSA IDENTITY-PRESERVED BULK LOT."
- (2) If the barge is sealed with approved wire seals, record the seal numbers on the certificate. If another method of sealing is used, show the method in the remarks section. Use this statement as a guide: "This barge was sealed with FGIS-approved tamper evident security tape."
- (3) Do not issue divided-lot certificates at origin.

7. DESTINATION SERVICES

a. Identification and Condition Verification

Official personnel shall:

- (1) Check the barge identification and sealing device(s), to ensure that the lot is the same as that identified on the origin certificate. If the identification of the lot cannot be verified, the IP inspection is canceled.
- (2) Observe the breaking of the sealing device(s).

NOTE: Sometimes during transit, seals do break. If the seal(s) is broken, but the condition of the lot is unchanged, continue with the IP inspection plan.

- (3) During the unloading/transfer process, draw a sample from each carrier using Table 1, "Component and Sublot Size" of the Rice Inspection Handbook.

- (4) Examine each sample separately. Examine the rice for animal filth, heating, off-odors (sour, musty, commercially-objectionable), infestation, and quality.
 - (a) If animal filth, heating, off-odors, or distinctly low quality rice is found, direct the applicant to remove the affected rice from the lot. Subtract the weight of the portion removed from the lot and certificate that portion separately. If the rice is not removed, cancel the IP inspection on that portion of the lot that contains the affected rice.
 - (b) If the sample appears to be of a lower quality than the contract requirement, analyze the sample. If the sample exceeds the "new sample" tolerance (see Appendix 1, Rice Inspection Handbook) for any factor, cancel the IP inspection on that portion of the lot that contains the affected rice. **(Do not examine samples for milling yield.)**
 - (c) If insect infestation is found, notify the applicant and record the amount and types of insects found on the work records. The applicant may choose to fumigate the lot in accordance with the guidelines in the Fumigation Handbook. If the rice will be fumigated, the certificate shall be issued as if the infestation designation had never been assigned. If the applicant chooses not to fumigate the lot, cancel the IP inspection on that portion of the lot that contains the affected rice.
- (5) Perform any other services requested.

b. Certification

Official personnel shall:

- (1) If the identification and condition of the lot is determined to be the same as that shown on the origin certificate(s), mark the certificate(s) issued at origin "VOID" and issue a new export certificate.
- (2) Allow lots inspected under the IP plan to be combined with other lots of like grade and kind that were inspected under the IP plan or single-lot plan.
- (3) Factor results and other information shall be based on either the mathematical or the weighted average, as applicable, of the results shown on the origin certificate(s).

- (4) For subjective factors that are not quantified, such as color, show the factor that represents the lowest quality grade shown on the origin certificate(s).
- (5) On the export certificate, show the grade designation, class, kind, factor results, and other service-related information taken from the origin certificate(s). Show other information, such as identification of carrier, place of issuance, date, quantity, and location, as determined at destination. **Do not show the IP statement on the export certificate.**
- (6) When a lot inspected under the IP plan is loaded aboard two or more carriers, issue a separate export certificate for each portion of the lot, by carrier, provided it has not been more than 30 days since the first origin certificate was issued.
 - (a) Do not issue export certificates on any remaining portion of a lot after the expiration of the 30-day period.
 - (b) Attach and file the superseded origin certificate(s) with a copy of the first export certificate issued.
 - (c) Document export certificate numbers on the work records.
- (7) Certificate rice loaded on board a ship found not uniform in quality as a separate lot. When the rice is non-uniform, the certificate for each lot loaded on board the vessel will show:
 - (a) The grade of the lot;
 - (b) A statement that the rice has been loaded on board with other rice;
 - (c) The grade, location, and approximate quantity of the other rice; and
 - (d) Any additional information required by the Administrator.

8. QUESTIONS

Please direct any questions to Vicki Lacefield, Policies and Procedures Branch at (202)-720-0397.

/S/ John Sharpe

David Orr, Director
Field Management Division