



2017 Carry Over Sweep for Excess Inventory

Contracting Entities (CEs) have until November 30, 2017 to draw down (order) carry over pounds as End Products from School Year (SY) 2016-2017. On December 1, 2017, processors will sweep 85% of unused SY 16-17 carry over inventory into the Texas State Accounts, 15% of carry over pounds will remain in CE accounts to cover any distributor transactions not reconciled by December 1st, and will be absorbed into SY 17-18 allocations. CEs may receive an extension to utilize their SY 16-17 carry over pounds if they are able to draw down their remaining pounds by January 31, 2018. CEs must submit a Processor "Order Form", per material number, to their respective processors indicating full draw down of SY 16-17 carry over pounds with confirmed End Product delivery dates for no later than January 31, 2018 to be eligible for an extension.

Please note that a Processor Commodity Calculator is not an "Order Form" and will not be accepted as commitment to draw down carry over pounds. Processor "Order Forms" may be obtained directly from the respective Processor to schedule End Product deliveries. If CEs are members of a cooperative, they should coordinate with their respective co-op to submit "Order Forms" to processors. Justification to receive an extension are due from processors to TDA by October 31, 2017. CEs will need to ensure orders are submitted timely to the Processors. Any carry over pounds not delivered before the end of January 2018 will be transferred to the Texas State Accounts.

If you wish to pursue an extension for SY 16-17 carry over pounds until January 31, 2018, please email me directly at steve.garcia@esc20.net and let me know which processors you'd like an extension with. Once received, I will request an "Order Form" with those processors. I will then forward the form to you for completion.