Reply to: SP 96-16
Attn. of: CACFP 475
          SFSP 297

Subject: Dairies - Lifting of Suspensions

To: STATE AGENCY DIRECTORS - Colorado ED, Colorado DPHE, Colorado HS,
    (Child Nutrition Programs) Iowa, Kansas, Missouri ED, Missouri DH,
    Montana OPI, Montana DPHHS, Nebraska ED,
    Nebraska SS, North Dakota, South Dakota,
    Utah, Wyoming ED, Wyoming DHSS

In our memorandum of February 13, 1996 (SP 96-07; CACFP-458; SFSP-283), we
informed State Agencies that several dairies had been suspended from participating
in Lower Tier Covered Transactions (contracts equaling or exceeding $100,000)
involving Federal funds.

We have now been informed that two of those dairies, Roberts Dairy Company in
Omaha, Nebraska, and Hiland Dairy Company in Springfield, Missouri, have now had
their suspensions lifted by Defense Logistics Agency. This action is effective
immediately.

Please notify any potential participant schools and institutions of this action.

The suspensions of the other two dairies known to be located and/or operating in
this region (Prairie Farms Dairy, Inc., Carlinville, IL, and A B C Dairy, Inc.,
St. Louis, MO) remain in effect.

Schools and institutions should be reminded once again that all procurement
transactions expected to equal or exceed $100,000 are Lower Tier Covered
Transactions, and therefore must be accompanied by a valid form, "Certification
Regarding Debarment, Suspension, Ineligibility and Voluntary Exclusion - Lower
Tier Covered Transactions".

If you have further questions, please contact us.

Ann C. DeGroat
ANN C. DEGROAT
Regional Director
Child Nutrition Programs