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## SUMMARY

This inspection was a "BSE only" inspection conducted by the New Mexico Department of Agriculture under contract with FDA to determine compliance with 21 CFR 589.2000, Animal Proteins Prohibited from Use in Animal Feed. The inspection was identified in FACTS as Assignment ID #787238 and Operation ID #3067384. The firm is identified as a Manufacturer of Nuts/Edible Seed and Byproducts for Animal Foods. They are also classified as a Warehouse for Nuts/Edible Seed. There have been no previous "BSE only" inspections at this firm.

On June 6, 2007 I arrived at the firm and presented my credentials and issued an FDA 482 Notice of Inspection to Mr. Jimmie D. Shearer, President/CEO of Sunland, Inc. located at 42593 US Highway 70, Portales, NM 88130 and the most responsible person on site. Also present at the beginning of my inspection was Sara Newton, NMDA Feed, Seed and Fertilizer Inspector with the New Mexico Dept. of Agriculture. Ms. Newton was present to receive BSE inspection training. I explained the purpose of my visit was to determine the firm's compliance with the "BSE rule".

I interviewed Mr. Shearer and completed the *Report of Inspection for Compliance with 21 CFR 589.2000*. Sunland, Inc. manufactures raw and roasted in-shell peanuts, raw and roasted shelled peanuts and peanut butter. Peanut Hulls are produced as a byproduct of the shelling process and are sold (b) (4) for several different uses. The majority use of peanut hulls is for (b) (4). There is limited use as a feed component in mixed feed rations for ruminant cattle. Following the initial interview Mr. Shearer, Ms. Newton and I inspected the mill. Mr. Shearer explained the process resulting in the peanut hull byproduct. Raw peanuts are received for processing directly from the producer after passing inspection by the New Mexico Department of Agriculture Federal - State Inspection Service for grade and sanitation. The raw peanuts are piled in large warehouses from which they are conveyed into a cleaner to remove field debris and other physical contaminants. After cleaning the peanuts are processed according to the desired end product. For shelled peanut products the peanuts are processed in a sheller that separates the hulls from the nut. The hulls are then placed in an (b) (4) (b) (4) Mr. Shearer stated the mill produces approximately (b) (4) loads of peanut hulls per day. No peanut hulls are stored at the facility.

Sunland, Inc. receives and processes only peanuts and does not receive or possess on site any prohibited proteins. I did not observe any prohibited proteins during our

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ESTABLISHMENT INSPECTION REPORT  
Sunland, Incorporated  
Portales, NM 88130

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walk-through of the shelling area of the plant. All post inspectional correspondence should be addressed to Mr. Jimmie D. Shearer, Sunland, Inc., P.O. Box 1059, Portales, NM 88130.

#### ADMINISTRATIVE DATA

Inspected Firm: Sunland, Inc.

Location: 42593 US Highway 70  
Portales, NM 88130

Phone: (505)356-6638

Fax: (505)356-6630

Mailing Address: P.O. Box 1059  
Portales, NM 88130

Dates of Inspection: 6/6/2007

Days at Facility: 1

Participants: Greg Ferguson, Inspector

#### REFUSALS

None

#### DISCUSSION WITH MANAGEMENT

(b) (3) (A)



I discussed Food Security Preventive Measures with Mr. Shearer and inquired if Sunland, Inc. employed any security measures or had any written procedures for security. Mr. Shearer stated they did not have any written procedures for security or employ any comprehensive security measures at the mill.

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I provided Mr. Shearer with a copy of the *Guidance for Industry, Food Producers, Processors, and Transporters Food Security Preventive Measures Guidance*.

Mr. Shearer was not aware of the requirements of the "BSE rule" prior to my inspection. At the conclusion of the inspection I provided him with a copy of the *FDA Guidance for Industry 68, Small Entities Compliance Guide for Protein Blenders, Feed Manufacturers, and distributors*

**EXHIBITS**

None

**SAMPLES COLLECTED**

None

**ATTACHMENTS**

1. Copy of **FACTS** Assignment ID #787238 and Operation ID #3067384 (2 pages)
2. Copy of **Report of Inspection for Compliance with 21 CFR 589.2000**
3. Narrative summary of establishment inspection



Greg Ferguson, Inspector