

Form RD 1951-23
(Rev. 5-97)

UNITED STATES DEPARTMENT OF AGRICULTURE
RURAL HOUSING SERVICE

FORM APPROVED
OMB NO. 0575-0172

**Moratorium on Payment
(Section 502-504 RH Loans)**

Part 1. Request for moratorium

A moratorium on my (our) housing loan payments is requested for the following reasons (1)

Note. If a moratorium is approved:

- a. I (we) agree, to pay real estate taxes and hazard insurance when due, however, if I (we) do not pay the taxes and insurance premium, the Rural Housing Service (RHS) may pay these expenses and charge it to my (our) loan account.
- b. I (we) understand that if I (we) am (are) on escrow my (our) real estate taxes and insurance premiums will be paid by RHS and charged to my (our) loan account.
- c. I (we) agree to advise RHS of any change in my (our) financial condition.
- d. I (we) agree, if the moratorium is for unexpected and unreimbursed expenses, to reduce the amount of these expenses by an amount at least equal to the deferred payments. If we understand that failure to pay these expenses will result in cancellation of the moratorium.
- e. I (we) understand that my (our) payments will increase after termination of the moratorium if RHS agrees to continue with my (our) loan.

(2) _____
Borrower Co-Borrower Date

Part 2. Decision on moratorium request

(3) Approved. The moratorium period begins with your (4) _____ payment and will continue as long as you remain eligible for a period not to exceed 2 years.

(5) Denied
(6) _____
County Supervisor Date

According to the Paperwork Reduction Act of 1995, no persons are required to respond to a collection of information unless it displays a valid OMB control number. The valid OMB control number for this information collection is 0575-0172. The time required to complete this information collection is estimated to average 30 minutes per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information.

If the decision contained above in this form results in denial, reduction or cancellation of assistance, you may appeal this decision, request an informal review by the Decision Maker or request mediation or alternative dispute resolution (ADR).

Position 2

RD 1951-23 (Rev. 5-97)

INSTRUCTIONS FOR PREPARATION:

Used by Field Office to process a request for a moratorium until conversion of accounts to the Centralized Servicing Center (CSC).

- (1) The borrower, with Field Office assistance if needed, will complete giving specific reasons why a moratorium is being requested.
- (2) The borrower will sign and date moratorium request.
- (3) The Field Office will check if moratorium is approved.
- (4) If approved, the Field Office will insert month that moratorium will begin.
- (5) The Field Office will check if moratorium is denied.
- (6) The Approval Official will sign and date if moratorium is approved or denied.

(see reverse)

PROCEDURE FOR PREPARATION : 7 CFR Part 3550 and HB-2-3550.

PREPARED BY : Part 1 - Borrower. Part 2 - Field Office.

NUMBER OF COPIES : Original and one.

SIGNATURES REQUIRED : Borrower and Approval Official.

DISTRIBUTION OF COPIES : If moratorium approved, original retained in the Field Office; copy to borrower.

If moratorium disapproved, original retained in the Field Office, no copy required.

INSTRUCTIONS FOR PREPARATION

- (1) The borrower, with County Office assistance if needed, will complete giving specific reasons why a moratorium is being requested.
- (2) The borrower will sign and date moratorium request.
- (3) County Supervisor will check if moratorium is approved.
- (4) If approved, County Supervisor will insert month that moratorium will begin.
- (5) County Supervisor will check if moratorium is denied.
- (6) County Supervisor will sign and date if moratorium is approved or denied.