

USDA Form RD 1992-6 (Rev. 1-98)		(1) <input type="checkbox"/> 1-DELETE	(1) <input type="checkbox"/> 2-CORRECTED	(2) <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> SEQUENCE NUMBER
LENDER'S NAME, STREET ADDRESS, CITY, STATE, AND ZIP CODE USDA (3)		(4) INFORMATION RETURNED FOR ACQUISITION OR ABANDONMENT OF SECURED PROPERTY		
TIN TYPE (5)		TAX IDENTIFICATION NO. (6)		DATE OF LENDER'S ACQUISITION OR KNOWLEDGE OF ABANDONMENT (7)
BORROWER'S NAME (Last, First, Middle) (9)				AMOUNT OF DEBT OUTSTANDING (8)
STREET ADDRESS				AMOUNT OF DEBT SATISFIED (10)
CITY, STATE AND ZIP CODE				FAIR MARKET VALUE OF PROPERTY AT ACQUISITION OR ABANDONMENT (11)
S T ZIP CODE		IS BORROWER PERSONALLY LIABLE FOR REPAYMENT OF DEBT? (12) <input type="checkbox"/> YES <input type="checkbox"/> NO		
CASE NO. (14) S T C O Borrower ID		(15) FUND CODE LOAN NO.		DESCRIPTION OF PROPERTY (13)
This is a substitute 1099A This information has been provided to the IRS.				

RD 1992-6 (Rev. 1-98)

(see reverse)

Used by field personnel to report abandoned property or property sold to a third property in foreclosure or similar type sale to the Finance Office with notification to former or current borrowers.

- PROCEDURE FOR PREPARATION : RD Instruction 1992-E.
- PREPARED BY : Community Development Manager, Agriculture Credit Manager, or Rural Development Manager as appropriate.
- NUMBER OF COPIES : Original and two copies.
- SIGNATURES REQUIRED : None.
- DISTRIBUTION OF COPIES : Original to the Finance Office: copy 1 to borrower or former borrower; copy 2 to operational file.

INSTRUCTIONS FOR PREPARATION

GENERAL INSTRUCTIONS

Only one Form RD 1992-6 will be completed for each transaction regardless of the number of loans involved. However, separate forms will be prepared for Rural Housing and Farm Credit program loans.

An IRS Form 1099-A, Acquisition or Abandonment of Secured Property, is automatically generated for any property that is acquired by Rural Development or the Farm Service Agency using transaction code 3E, Acquisition. The IRS Form 1099-A is sent directly from the Finance Office to the borrower by January 31 following the applicable tax year. Therefore, if a 3E is processed a Form RD 1992-6 should NOT be manually created. For a 3E, Acquisition, effective in a prior year and processed in the current year or correction to a 3E previously processed, a new or corrected 1099-A will be issued in a subsequent process later in the year.

This form should be completed within 10 days of the date the field office determines the property has been abandoned and no sale or acquisition can reasonably be anticipated. If Rural Development or the Farm Service Agency expects to commence a foreclosure or similar type sale, then the form should be completed within 10 days of the date of sale. If Rural Development or the Farm Service Agency expects to but does not commence a foreclosure or similar type sale within 3 months the reporting requirement arises at the end of the 3 month period. It is a Federal offense to provide false information or to fail to mail reports to the IRS or the taxpayer within prescribed times.

ITEM NO.

1. Delete or Corrected - Leave blank, unless this form corrects or deletes information sent to the Finance Office.
2. Sequence Number - Assign, by case number, a unique numerical (only) sequence number for each form prepared. When a deleted or corrected form is prepared, reuse the former sequence number.
3. Lender's Name - Followed by the servicing office address and mail code.
4. Tax Year - Enter the calendar year that the property was sold or abandoned. Property subject to redemption rights or dwelling retention rights will not be reported until after the redemption/retention period has expired.
5. Tax Identification Number (TIN) Type - Enter code 2 if the TIN in item 6 is a Social Security Number (SSN) or enter code 1 if the TIN in item 6 is an Employer identification Number. Complete only if a TIN is entered in item 6.
6. Tax Identification Number - Enter the borrower or former borrower's Tax Identification Number (TIN) as follows:
 - (a) For an individual or married couple, enter the principal borrower's SSN.
 - (b) For joint borrowers who are not a partnership, a separate form must be completed for each borrower, entering the respective SSN. Do not provide proportion shares—use the same totals for each borrower.
 - (c) For partnerships, one form is required using the partnership TIN.

- (d) For corporations, one form is required using the corporate TIN.
 - (e) For dually liable borrowers (i.e., corporate and personal liability), a separate form must be completed for each liable party entering the respective TIN. Do not use proportioned shares - use the same totals for each party.
7. Date of lender's foreclosure or similar type sale, or knowledge of abandonment—Enter as appropriate one of the following:
- (a) For an abandonment: The date Rural Development or Farm Service Agency knew or had reason to know that the property was abandoned.
 - (b) For foreclosure or similar type sale: The date of sale.
8. Enter only the unpaid principal amount of the original debt secured by real estate or chattel. Do not include accrued interest, foreclosure costs, and recoverable cost items. If more than one loan is involved, the total of all loans secured by real estate or chattel will be combined. The debt will be calculated as of the following dates:
- (a) For an abandonment: Enter the principal balance as of the date specified in item 7 (a).
 - (b) For foreclosure or similar type sale: Enter the principal balance as of the date title to the property was transferred.
9. Enter the name(s) corresponding to the borrower's TIN in Block 5, and last known address. Begin the borrower's name (last, first, middle) in the first box directly under Item 6. If the last name will not fit in the first 10 boxes on the top line, continue the last name on the second line. If two names are entered, use the first 41 boxes for the first borrower's name, and the second 41 for the second borrower.
10. Leave blank.
11. Fair Market Value of Property at foreclosure or similar type sale, or Abandonment—Only if Box 12 is marked "Yes" enter the following:
- (a) For an abandonment: Enter the appraised value of the property.
 - (b) For a foreclosure or similar type sale: Enter the fair market value of the property.
12. Box 12 should always be marked "Yes" unless the loan is made to a nonprofit organization or limited partnership in which case the box should be marked "No". Box 12 indicates whether the borrower was personally liable for repayment of the debt at the time the debt was created (recourse loan) or, if modified, at the time of the last modification. All loans are recourse loans except for those to nonprofit organizations or limited partnerships, therefore the box should always be marked "Yes" unless one of the two exceptions stated above exists.
13. Description of property—Enter a brief description of the property, not to exceed 37 spaces, such as "House, 5 Elm St., Anytown," or "100 acre dairy farm, Anytown."
14. Case Number/Borrower ID—Enter the case number.
15. Fund Code and Loan Number—Enter the Fund Code and Loan Number. If more than 1 loan is involved, enter the Fund Code and Loan Number of the loan with the largest principal balance.