

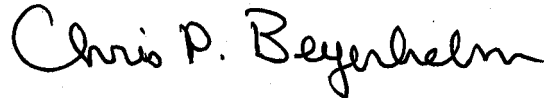
UNITED STATES DEPARTMENT OF AGRICULTURE

Farm Service Agency
Washington, DC 20250

**Direct Loan Servicing – Special
and Inventory Property Management
5-FLP**

Amendment 24

Approved by: Deputy Administrator, Farm Loan Programs



Amendment Transmittal

A Reason for Amendment

Exhibit 10 has been amended to provide information to borrowers on Primary Loan Servicing and update the Notification of the Availability of the Disaster Set-Aside Program.

Page Control Chart		
TC	Text	Exhibit
		10, page 1

Notification of the Availability of the Disaster Set-Aside Program

***--Note:** Exhibit 10 is available in a fillable format at <http://intranet.fsa.usda.gov>. CLICK “FFAS Employee Forms/Publications Site” and CLICK “Find Current Forms Using Our Form Number Search”. For “Form Number”, ENTER “5-FLP Exhibit 10”.

5-FLP, Exhibit 10

This Exhibit may only be revised by SED.

(Use Agency Letterhead format with local return address.)

NOTIFICATION OF THE AVAILABILITY OF THE DISASTER SET-ASIDE PROGRAM

Dear

I am writing to you because you have loans with the Farm Service Agency (FSA). Recently the county where you reside or a contiguous county to where you reside was declared a disaster. I want you to know that if this disaster caused you to suffer losses that will make it difficult to pay your expenses or make scheduled payments to creditors including FSA there may be some assistance available to you.

Under the Disaster Set-Aside (DSA) program, you may be eligible to delay any or all of your FSA farm loan payments due this year or next (but not both). This payment will be moved to the end of your loan to be paid on or before the final due date. Loans with less than 2 years remaining are not eligible. DSA will only be approved if all farm loan payments will be up-to-date after the payments are set aside.

You can apply for DSA anytime you note, from local publications, that your county has an active disaster designation. To apply for DSA, you need to provide this office with a letter, signed by all parties liable for the debt, requesting DSA and your actual production, income and expense records for the last three years. FSA might request additional information later if it is needed to make an eligibility decision. Complete applications must be submitted to FSA before your account becomes 90 days past due and prior to the end of the disaster designation.

We also have primary loan servicing (PLS) which is a comprehensive servicing package available to ALL borrowers regardless if they are in a disaster declared area or not. This comprehensive servicing package includes rescheduling at lower rates, up to a five year deferral, increased length of repayment, and in some cases possible write down of debt. This type of servicing may provide for lower payments with or without a deferral because the interest rates can be lowered and the length of the loans extended. If you are interested in this more comprehensive servicing option, contact this office to obtain an application.

Note: FSA will take a lien on all your assets (with few exceptions) if your account has become past due at the time DSA or PLS is closed.

Current Disaster Designations

Date Declared	Code	Disaster Description	Final Date to Apply
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For more information, please contact this office.

Sincerely

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