

For: State and County Offices

**FY 2001 Program Loan Cost Expense (PLCE) National Reserve Funds**

Approved by: Acting Deputy Administrator, Farm Loan Programs



**1 Overview**

**A  
Background**

State allocations of PLCE funds will be in 1-FLP, Exhibit 13, in Amendment 4. A shortfall of PLCE "A" account funds is anticipated in FY 2001. A National Reserve of PLCE "A" account funds has been established to assist State Offices after their allocation is used.

**B  
Purpose**

This notice provides information requesting National Reserve PLCE "A" account funds for FY 2001.

**C  
Contact**

Direct questions about this notice to Loan Making Division at 202-720-1472.

<p><b>Disposal Date</b></p> <p>October 1, 2001</p>	<p><b>Distribution</b></p> <p>State Offices; State Offices relay to County Offices</p>
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2 Using PLCE “A” Account Funds

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**A**  
**Program**  
**Activities**

In previous FY’s, adequate PLCE “A” account funds were available to accomplish all contracting activities, including farm analyses and appraisals. However, in FY 2001, PLCE “A” account funds are **very limited**. Therefore, States Offices must prioritize using PLCE “A” account funds, concentrating on tasks FSA personnel do not have the expertise to perform.

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**B**  
**Requesting**  
**National Reserve**  
**Funds**

Funds from the National Reserve PLCE “A” account will be used only for activities that FSA personnel do not have the expertise to perform, including credit reports for loan servicing, surveys, maintenance of inventory property, advertising, payment of taxes, and environmental assessments.

In rare instances, National Reserve PLCE “A” account funds will be allotted for completing appraisals after the State Office requesting the funds provides:

- number of appraisers on staff
- number of appraisals to be completed
- timeframe appraisals need to be completed in
- detailed explanation of efforts made to complete appraisals without using PLCE “A” account funds.

Requests for National Reserve PLCE “A” account funds must be FAXed to Loan Making Division at 202-690-1117. All requests must fully detail the activities to be accomplished with the requested funds.

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