



United States
Department of
Agriculture

Farmers
Home
Administration

Washington
D.C.
20250

June 29, 1982

SUBJECT: Unauthorized Economic Emergency (EE) Loan Applications on
Hand as of December 31, 1981

TO: State Directors, FmHA
AL, AZ, AR, CA, CO, CT, FL, GA, ID, IL, IN, IA, KY, LA,
ME, MI, MN, MS, MO, MT, NE, NV, NJ, NM, NY, NC, ND, OH,
OK, OR, PA, SD, TN, TX, UT, VT, VA, WA, WV, WI, WY, and PR

Pursuant to the quarterly report submitted to the National Office by your States as required by FmHA Instruction 1992-B, there were 798 EE loan applications received by county offices in your States during the first quarter of fiscal year 1982. Since the EE program terminated on September 30, 1981, there has been no authority to receive applications for EE loans in fiscal year 1982.

FmHA AN No. 586(1940) dated September 8, 1981, prescribed the manner in which existing EE loan applications were to be handled before and after the September 22, 1981, cutoff date. Accordingly, all EE loan applications not processed on or before September 22, 1981, were to be considered under FmHA's regular farm loan programs. FmHA AN No. 586(1940) did not authorize FmHA County Offices to receive any EE loan applications after the September 22, 1981, cutoff date.

All County Supervisors reporting EE loan applications in your State must be immediately notified to refrain from taking any more such applications and directed to change the application cards (Form FmHA 405-4, "Application and Processing Card--Individual") to reflect application for EM, OL or FO assistance as appropriate. Also, the County Supervisors will be directed to advise each applicant by letter that the EE program terminated on September 30, 1981, that it has not been reopened, and that his/her application will be considered as a request for one of FmHA's other type farm loans. In addition, the applicant will be requested in the letter to advise the FmHA County Supervisor by return mail within 20 days whether he/she desires to pursue FmHA loan assistance or wants the application withdrawn. Disposition of these applications will be appropriately handled after the applicants indicate their desires. If the applicant has not responded within the 20 days, the County Supervisor will write the applicant another letter stating that no response was received; that the applicant must indicate to the County Supervisor by return mail within 15 days whether he/she desires to pursue FmHA loan assistance or wants the application withdrawn; and that if no response is received within the 15 days, the application will be automatically withdrawn.

EXPIRATION DATE: December 31, 1982

FILING INSTRUCTIONS: FmHA
Instruction 1910-A



717(1910)

Until you are notified otherwise, applications should not be accepted for EE loan assistance. We are in the process of developing EE regulations to implement the EE program should the Secretary decide to reopen it under previously announced guidelines in selected States.

Please acknowledge NO-FP2.



CHARLES W. SHUMAN
Administrator

Sent via Electronic Mail on June 29, 1982 at 10:34 a.m. by MISD(IMPS).