

For: State and County Offices

**Servicing Delinquent Accounts for Claimants in Conjunction
With the Settlement in *Pigford v. Glickman* Class Action Lawsuit**

Approved by: Deputy Administrator, Farm Loan Programs



1 Servicing Delinquent Accounts

A

Background

Claimants under the *Pigford v. Glickman* class action lawsuit are being notified by letter of the adjudicator's decision regarding their individual claims. As of December 14, 1999, the adjudicator has rejected 38 percent of the claims. However, the adjudicator's decision is not final because claimants can request that their case be reviewed by the court-selected monitor. The monitor will start conducting reviews on March 1, 2000.

B

Purpose

This notice provides information for State and County Offices about servicing direct FLP loans to claimants.

C

Action

Offices should continue routine servicing of direct FLP accounts of claimants. Those claimants who are being processed under FmHA Instruction 1951-S should continue to be processed up to the point of acceleration. However, regardless of the adjudicator's disposition of the claim, in all cases do **not** take acceleration or foreclosure action on the account, until further notice. LSPMD will continue to provide guidance and information on servicing issues.

D

Contact

If there are questions about this notice:

- County Offices shall contact the State Office
- State Offices shall contact Veldon Hall, Director, LSPMD at 202-720-4572 or Polly Koehn, LSPMD at 202-720-2558.

Disposal Date	Distribution
October 1, 2000	State Offices; State Offices relay to County Offices