

TO	U.S. DEPARTMENT OF AGRICULTURE FARM SERVICE AGENCY 7620 S.W. Mohawk Street Tualatin, Oregon 97062-8121	MANUAL WSC	ISSUE NO. 25
		DATE October 1, 2003	
		DISTRIBUTION CODE	
		"W" NATIONAL OFFICE	
		"S" STATE OFFICE	
		"D" DISTRICT OFFICES	
		"C" COUNTY OFFICES	
		STATE PROCEDURE NOTICE	

OREGON MANUAL CHANGE

INSERT OR INSTRUCTION 1951-S
(SDC)

SERVICING AND COLLECTIONS -
Farm Loan Program Account Servicing
Policies. OR Instruction 1951-S have been

updated and revised in accordance with Section 1951.901, 1951.903, 1951.909 (f),
1951.909 (i), and 1951.911 (b) These revisions establish the appropriate reference to the
listing of approved appraisers for 1951-S loan servicing appraisal appeals and homestead
protection appeals.

REMOVE
Page 1

INSERT
Page 1 & 2

NOTICE
(SDC)

PARAGRAPH NOTATIONS ON
NATIONAL PROCEDURES. The notation
"State Supplement" will be made on the

margin of each paragraph of the National Instruction that has been supplemented by any
Oregon Instruction on this State Procedure Notice.

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PART 1951 - SERVICING AND COLLECTIONS

Subpart S - Farm Loan Program Account Servicing Policies

Section 1951.901 Purpose.

This OR Instruction supplements FmHA Instruction 1951-S and prescribes the procedures for servicing most Farm Loan Program (FLP) direct loans in Oregon.

Section 1951.903 Authorities and responsibilities.

(b) Authorities. Unless otherwise prohibited, authority delegated to the State Executive Director by FmHA Instruction 1951-S is hereby redelegated to the following State Office employees: Farm Loan Chief, Farm Loan Specialists, and Farm Loan Reviewer.

Section 1951.909 Processing primary loan service program requests.

(f) Determining value of net recovery from involuntary liquidation.

(1) Exhibit I of this OR Instruction supplements the requirements spelled out in Section 1951.909 (f) and Exhibit I of FmHA Instruction 1951-S. Exhibit I of this OR Instruction also documents the Farm Loan Market Advisory Committee's decisions concerning yearly percentage increase or decrease in farmland value.

(2) Exhibit I of this OR Instruction provides the State Executive Director's determination of the costs of involuntary liquidation of collateral for farm loans in Oregon. Exhibit I of this OR Instruction estimates the costs and average holding time to be used as guidelines by servicing officials in Oregon when calculating net recovery values under Section 1951.909 (f) of FmHA Instruction 1951-S.

Section 1951.909 Processing primary loan service program requests.

- (i) Administrative appeals and negotiation of appraisals.
- (3) Appraisal appeals Borrowers appealing the current market appraisal completed by the Agency may obtain an appraisal by an independent appraiser selected from a list of at least three names provide by the servicing official. Please refer to Handbook 1-FLP, OR Exhibit 16 for the listing of approved appraisers. OR Exhibit 16 will be provided to the borrower as the list of appraisers approved by the Agency.
- (4) Negotiation of appraisals.
 - (i) The borrower can request the listing of independent appraisals from the servicing official on Attachment 2 of Exhibit E and F. Please refer to Handbook 1-FLP, OR Exhibit 16 for the listing of approved appraisers. OR Exhibit 16 will be provided to the borrower as the list of appraisers approved by the Agency.

Section 1951.911 Homestead Protection.

- (b) Homestead protection.
- (6) Appraisal The CMV of the homestead protection property shall be determined by an independent appraisal made within 6 months from the date of the borrower's application for homestead protection. The applicant will select an independent real estate appraiser from a list of appraisers approved by the servicing official. Please refer to Handbook 1-FLP, OR Exhibit 16 for the listing of approved appraisers. OR Exhibit 16 will be provided to the borrower as the list of appraisers approved by the Agency.

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