



United States  
Department of  
Agriculture

Farmers  
Home  
Administration

Washington  
D.C.  
20250

October 1, 1986

SUBJECT: Correspondence to Borrowers Regarding  
Forms FmHA 1924-25 and 1924-26

TO: All State Directors, State Directors-at-Large,  
Farmer Program Chiefs, District Directors and  
County Supervisors, FmHA

PURPOSE/INTENDED OUTCOME

The purpose of this Administrative Notice (AN) is to clarify the provisions of FmHA Instruction 1924-B, Section 1924.72(b), regarding the borrower's attendance at the servicing conference and subsequent appeal rights and the method of sending correspondence to borrowers regarding their servicing requests.

COMPARISON WITH PREVIOUS AN

There is no previous AN on this subject.

IMPLEMENTATION RESPONSIBILITIES

When borrowers request servicing relief by checking blocks in Part I of Form FmHA 1924-26, the borrower's attendance at a conference is necessary to develop financial statements and proposed operating plans which FmHA will use as a basis for granting or denying the requested servicing relief. If the borrower does not attend the conference, FmHA Instruction 1924-B, Section 1924.72(b), specifies that the borrower will be advised of appeal rights in accordance with Subpart B of Part 1900. In order to assure that borrowers will actually receive notice of the scheduled conference and notice of their appeal rights, all FmHA correspondence regarding the servicing conference and appeal should be sent out by certified mail, return receipt requested. If the certified letter is returned unaccepted, the County Supervisor will immediately send out a duplicate letter by regular mail. As stated in FmHA Instruction 1900-B, Section 1900.55(d), if the borrower fails to schedule, attend or provide the information requested at the servicing conference, the borrower will be notified of appeal rights. However, as provided in FmHA Instruction 1900-B, Section 1900.56(d)(4), if the borrower does not have reasonable cause for failing to appear at the hearing, the appeal will be concluded.

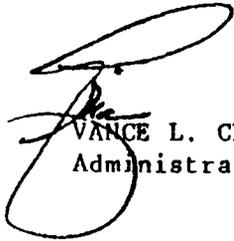
EXPIRATION DATE: September 30, 1987

FILING INSTRUCTION: Preceding  
FmHA Instruction 1924-B



1476(1924)

If the borrower's failure to appear is for reasons beyond the borrower's control or the borrower has reasonable cause for requesting a postponement, the hearing will be rescheduled at a convenient time, usually not later than 15 calendar days after the initially scheduled date.



VANCE L. CLARK  
Administrator