



FmHA AN No. 1581 (1940)

April 22, 1987

SUBJECT: Insured Operating Funds

TO: Assistant Administrator, Finance Office,  
State Directors, and State Directors-at-Large, FmHA

Purpose/Intended Outcome:

The unobligated State balances of insured operating (OL) loan funds for Fiscal Year 1987 will be pooled effective at the close of business April 24, 1987.

Comparison with Previous AN:

No previous AN has been issued on this subject.

Implementation Responsibilities:

The pooled insured OL funds will be maintained under National Office control. Funds will be allocated on a case-by-case basis after the State Director certifies that the "Operation Assist" effort failed to secure a guaranteed OL loan for the applicant, and that a denial letter from the lender is a part of the application file. Requests for funds should detail the following:

1. Proposed use of funds
2. Total income
3. Total expenses
4. Balance available for debt repayment
5. Total of debt installments to be paid
6. Margin between #4 and #5
7. Debt to asset ratio

EXPIRATION DATE: September 30, 1987

FILING INSTRUCTION:  
Preceding FmHA  
Instruction 1940-L



1581(1940)

Requests are to be made to the Farm Real Estate and Production Division by electronic mail when loans are ready for obligation.

Sincerely,

A handwritten signature in cursive script, appearing to read "Vance L. Clark", with a long horizontal flourish extending to the right.

VANCE L. CLARK  
Administrator

Sent by electronic mail on 04/22/87 at 5:03 pm. by ASD/IMPS.  
The State Director should advise other personnel as appropriate.