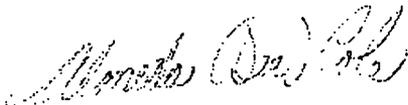


For: State and County Offices

**FY 1998 Farm Loan Allocations**

Approved by: Acting Deputy Administrator, Farm Loan Programs



**1 Overview**

**A Background**

Portions of FY 1998 farm loan allocations were targeted for beginning farmers. The targeting of loan funds was accomplished to comply with the provisions of the Federal Agriculture Improvement and Reform Act of 1996.

**B Purpose**

This notice provides:

- changes in targeting requirements that occur during FY
- guidance in movement of loan funds between categories.

**2 FLP Funds**

**A Targeting No Longer Required**

Effective April 1, 1998, the required targeting of funds for beginning farmers under the following loan programs is no longer in effect:

- guaranteed operating - unsubsidized
- guaranteed operating with interest assistance
- guaranteed farm ownership.

**Note:** Unobligated funds that were targeted for exclusive use by beginning farmers in these programs may be used by any eligible applicant.

Disposal Date	Distribution
October 1, 1998	State Offices; State Offices relay to County Offices

**Notice FC-163**

**3 Transferring Loan Funds**

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**A  
Requesting  
Movement of  
Funds**

Effective April 1, 1998, movement of loan funds between the various affected loan categories will be accomplished on a request basis.

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**B  
Contact**

Direct questions about this notice to Jerry Moseman, LMD, at 202-690-4006.

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