



United States
Department of
Agriculture

Farmers
Home
Administration

Washington
D.C.
20250

FmHA AN No 2300 (1940)
June 7, 1991

SUBJECT: Pooling of Insured Operating (OL) Loan Funds

TO: State Directors

ATTENTION: Farmer Programs Chiefs

PURPOSE/INTENDED OUTCOME:

Effective at the close of business on June 7, 1991, unobligated allocations of all insured OL loan funds for Fiscal Year 1991 will be pooled.

COMPARISON WITH PREVIOUS AN:

No previous Administrative Notice has been issued on this subject.

IMPLEMENTATION RESPONSIBILITIES:

Pooled insured OL funds will be allocated to States to ensure that unobligated insured OL applications on hand, as reported on the weekly application monitoring report dated June 7, 1991, are funded before the end of the fiscal year.

Each State's allocation will be determined by the following method:

Average size insured OL loan for each State times
the number of unobligated insured OL applications
for each State times the insured OL loan closing
percentage for each State.

Pooled insured OL funds not allocated to States will be placed in the National Office OL reserve. Additional funds may be requested from the National Office OL reserve for Insured OL applications not able to be funded from States' allocations. Every loan to be funded from the National Office reserve must be reviewed by either the State or District Office prior to the loan being approved, and funds being requested. Additional funds should be requested by facsimile message on

EXPIRATION DATE: September 30, 1991

**FILING INSTRUCTIONS:
Preceding FmHA
Instruction 1940-L**



Farmers Home Administration is an Equal Opportunity Lender.
Complaints of discrimination should be sent to:
Secretary of Agriculture, Washington, D.C. 20250

2300(1940)

382-8098. The request should include the total amount requested, the name and case number of each applicant included in the request, and a certification by the State Director indicating that the loans being funded have been reviewed and meet credit quality standards.



LA VERNE AUSMAN
Administrator

Sent via electronic mail on 6/7/91 at 5:05pm by GSS. State Directors will notify other personnel as appropriate.