

**For:** State and County Offices

**May 2000 Interest Rate Changes for  
Agricultural Credit Insurance Fund (ACIF) Program**

**Approved by:** Administrator



**1 Announcing Interest Rate Changes**

**A  
Interest Rates  
Reviewed  
Monthly**

Interest rate changes in the following table are effective May 1, 2000. The "N/C" under the May Rate column indicates no change.

Loan Type	April Rate	May Rate
<b>All Loan Types</b>		
Treasury Judgement Rate (see note on page 2)	6.197 %	N/C
<b>ACIF Program Loans</b>		
90-Day Treasury Bill	5.625 %	5.875 %
Farm Operating - Direct	7.00 %	N/C
Farm Ownership - Direct	7.25 %	7.00 %
Credit Sales: Farm Ownership - Direct	7.25 %	7.00 %
Soil and Water - Direct	7.25 %	7.00 %
Recreation - Individual - Direct	7.25 %	7.00 %
Association Loans - Regular:		
• Grazing	7.25 %	7.00 %
• Irrigation and Drainage	7.25 %	7.00 %
Farmer Program - Homestead Protection	7.25 %	7.00 %

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<b>Disposal Date</b>	<b>Distribution</b>
June 1, 2000	State Offices; State Offices relay to County Offices

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1 Announcing Interest Rate Changes (Continued)

A  
Interest Rates  
Reviewed  
Monthly  
(Continued)

Loan Type	April Rate	May Rate
<b>ACIF Program Loans (Continued)</b>		
Softwood Timber Loans	7.25 %	7.00 %
Economic Emergency - Operating	7.00 %	N/C
Economic Emergency - Real Estate	7.25 %	7.00 %
Emergency - Major Adjustment:		
• Subtitle A Purpose (Excess of Loss)	10.25 %	N/C
• Subtitle B Purpose (Excess of Loss)	9.25 %	N/C
Emergency - Annual Production	9.25 %	N/C
<b>ACIF Nonprogram Loans - Credit Sales</b>		
Farm Program - Chattel Property	9.25 %	N/C
Farm Program - Real Property	10.25 %	N/C
<b>RHIF (Funded Direct Farm Ownership) Loans</b>		
Housing Program 502 for low or moderate income	7.375 %	N/C

**Treasury Judgement Rate:** The interest rate applicable to deficiency judgements for all loan types (pursuant to 28 U.S.C. 1961) is based on the equivalent coupon issue yield for the 52-week Treasury Bill. The frequency of the auction for 52-week Treasury Bills has changed from every 4 weeks to only 4 times each year. The next auction should be on or about June 1, 2000. The new rate will be published with the July interest rate notice. The web site for "Post Judgement Interest Rates" is: <http://www.uscourts.gov/postjud/postjud.html>.

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**Notice BU-573**

**1 Announcing Interest Rate Changes (Continued)**

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**B  
Other Interest  
Rates**

These interest rates seldom change, but for convenience are published monthly.

Loan Type	Current Rate	Date Set
<b>ACIF Program Loans</b>		
Farm Operating - Direct, Limited Resource	5.00 %	12/01/90
Farm Ownership - Direct, Limited Resource	5.00 %	04/01/86
Farm Ownership - Direct, Joint Financing	5.00 %	03/24/97
Credit Sales: Farm Ownership - Direct, Limited Resource	5.00 %	04/01/86
Farm Ownership - Direct Down Payment, Beginning Farmer or Rancher	4.00 %	04/01/86
Soil and Water - Direct, Limited Resource	5.00 %	07/01/92
Indian Land Acquisition	5.00 %	02/01/91
Emergency - Amount of Actual Loss	3.75 %	01/25/94

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**C  
Notifying  
Personnel**

SED's, Farm Loan Managers, and Farm Loan Chiefs shall notify all personnel of these rates upon receiving this notice.

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