

**For:** State and County Offices

**Transferring Farm Program (FP) Judgment Debts Returned by  
Department of Justice (DOJ) to KCFO**

**Approved by:** Deputy Administrator, Management



**1 Transferring FP Judgment Debts**

**A Background**

The Debt Collection Improvement Act of 1996 (DCIA):

- requires that agencies minimize the cost of debt collection by consolidating related functions and activities dealing with debt collections
- mandates that eligible debts more than 180 calendar days delinquent be referred to the Department of the Treasury (Treasury) for collection action.

All debts eligible for cross-servicing must be centralized in KCFO for subsequent referral to Treasury.

**B Purpose**

This notice provides that all judgment debts that have been returned to the Field Office by DOJ are to be immediately transferred to KCFO for centralized monitoring, application of payments, and further collection action.

<b>Disposal Date</b>	<b>Distribution</b>
December 1, 2004 3-25-04	State Offices; State Offices relay to County Offices

## Notice FI-2629

### 1 Transferring FP Judgment Debts (Continued)

#### C Action

In compliance with DCIA:

- State and County Offices shall transfer judgment debts that have been returned by DOJ to KCFO
- KCFO shall monitor the judgment debts, apply any payments that are received, and refer eligible debts to Treasury for collection through cross-servicing and the Treasury Offset Program.

**Note:** 58-FI will be amended accordingly.

#### D Contact

Direct questions about this notice and the transfer procedure to KCFO, Debt Collection Branch, at 816-926-1941.