

For: State and County Offices

**Eligibility Change for FY 2000 Mohair Recourse Loan Program**

Approved by: Deputy Administrator, Farm Programs



**1 Overview**

**A**

**Background**

The Agricultural, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2000, provides for the availability of recourse loans to producers of mohair produced during or before FY 2000.

Notices LP-1713 and LP-1717 announced and clarified the FY 2000 Mohair Recourse Loan Program.

**B**

**Purpose**

This notice provides a change in the eligibility requirements under the FY 2000 Mohair Recourse Loan Program.

**C**

**Action**

State Offices shall immediately publicize the contents of this notice to the maximum extent possible.

County Offices shall:

- immediately notify producers
- accept and process repayments and applications.

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

**Notice LP-1718**

**2 FY 2000 Mohair Recourse Loan Program**

---

**A**

**Program  
Availability**

The Mohair Recourse Loan Program authorizes CCC to make available to producers a 12-month recourse loan on mohair produced during or before FY 2000. The final loan availability date is September 30, 2000.

---

**B**

**Eligible Mohair**

To be eligible for a FY 2000 mohair recourse loan, the mohair **must**:

- have been produced by an eligible producer
- have been produced in the United States before or during FY 2000
- have been shorn from Angora goats owned by the eligible producer for not less than 180 calendar days, except for kids younger than 180 days
- be stored in a warehouse
- be of merchantable quality deemed by CCC to be suitable for loan
- be stored in acceptable bags.

Producers may re-offer mohair that has been previously pledged for loan as eligible mohair and redeemed as eligible mohair.

---

**C**

**Maturity Date  
for Re-Offered  
Mohair**

For mohair loans where the mohair is re-offered for loan, the loan maturity date shall not be later than the last day of the twelfth calendar month following the month in which the new CCC-677 was approved.

---

Continued on the next page

## Notice LP-1718

### 2 FY 2000 Mohair Recourse Loan Program (Continued)

---

#### D

#### Method of Repayments

If a producer obtains a new CCC-633(Mohair), use the proceeds of the loan to satisfy the outstanding principal for mohair being re-offered. The County Office shall:

- determine the amount due
- issue CCC-184 to CCC for the amount due from the proceeds of FY 2000 mohair recourse loan.

For outstanding FY 1999 loans not repaid by maturity, applicable interest will accrue from the next date after maturity through the date repayment is received.

If the FY 2000 mohair recourse loan proceeds are:

- greater than the amount due on the FY 1999 mohair loan, pay the difference to the producer
- less than the amount due on the FY 1999 mohair loan, collect the difference from the producer to repay the FY 1999 mohair loan at the time of loan disbursement.

When the mohair collateral is re-offered for FY 2000 loan, the original FY 1999 mohair loan must be paid-in-full at the time the FY 2000 loan is disbursed.

---