

For: State and County Offices, and CMA's

Suspension of MAL's and LDP's for Mohair

Approved by: Acting Deputy Administrator, Farm Programs



1 Overview

A Background

The Consolidated and Further Continuing Appropriations Act, 2015 was enacted into law on December 16, 2014. The Consolidated and Further Continuing Appropriations Act, 2015, Section 724 **excludes** funding for mohair MAL's for the balance of FY 2015. Because MAL's are no longer available for mohair, LDP's for mohair are also **not** available. County Offices are **not** authorized to approve mohair MAL's and LDP's for:

- the remainder of crop year (CY) 2014 (December 17 through 31, 2014)
- CY 2015 (January 1 through September 30, 2015).

Note: The CY applicable to mohair is the calendar year beginning January 1 and ending December 31, although MAL's and LDP's for the preceding CY can be submitted through January 31 of the next year.

B Purpose

This notice instructs State and County Office:

- to continue to accept, but **not** approve MAL and LDP requests, if applicable, for mohair for the remainder of CY 2014 and CY 2015 through September 30, 2015
- how to proceed with loanmaking and LDP requests before the effective date.

C Effective Date

As of December 17, 2014, County Offices must **not** approve any new requests for mohair MAL's and LDP's.

Disposal Date	Distribution
June 1, 2015	State Offices; State Offices relay to County Offices, and CMA's

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1 Overview (Continued)

D Contact

If there are questions about this notice, State Offices shall contact DeAnn Allen, PSD, by either of the following:

- e-mail to deann.allen@wdc.usda.gov
- telephone at 202-720-9889.

2 Proceeding With MAL and LDP Activity

A Outstanding Mohair Loans

County Offices shall continue to service outstanding mohair loans issued before December 17, 2014, according to:

- CCC-601 terms and conditions
- loan servicing provisions provided in 8-LP.

B Repayment Rates

Loan repayment rates will continue to be announced and posted weekly according to 8-LP, subparagraph 1515 C, until all outstanding mohair loans are resolved.

C Mohair MAL and LDP Requests

MAL requests for mohair received:

- **before** December 17, 2014, (initial suspension date) may be processed in the normal manner
- **on or after** December 17, 2014, (initial suspension date) **must** be disapproved.

Note: Non-appealability language **must** be added to the adverse determination letters according to 1-APP.

The posted weekly mohair price exceeds the loan rate for mohair; therefore, mohair LDP's are **not** applicable.

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3 Action

A State Office Action

State Offices **must**:

- immediately instruct County Offices **not** to approve or disburse any MAL or LDP requests for mohair through **September 30, 2015**
- refer any questions to the National Office according to subparagraph 1 D.

B County Office Action

County Offices shall:

- immediately notify affected producers of the contents of this notice
- refer questions to the State Office price support specialist.