**UNITED STATES DEPARTMENT OF AGRICULTURE**
Farm Service Agency
Washington, DC 20250

**Notice FLP-139**

1951-S

**For:** State and County Offices

# Applying Proceeds on Accounts With Shared Appreciation

**Approved by:** Deputy Administrator, Farm Loan Programs

Carolyn B. Cooksie

## 1 Applying Proceeds

**A**
**Purpose**

This notice emphasizes an issue that was identified as a result of an OIG audit about shared appreciation.

**B**
**Sale Proceeds on Accounts With Shared Appreciation Agreements**

State and County Offices are reminded that according to FmHA Instruction 1951-S, Section 1951.914(f), proceeds from the sale of security property will be applied to:

- any shared appreciation due first
- the balance of outstanding FLP loans in the order of lien priority.

**C**
**Contact**

If there are questions about this notice, Farm Loan Managers shall contact the State FLP Chief.

| Disposal Date | Distribution |
|---|---|
| July 1, 2001 | State Offices; State Offices relay to County Offices |