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

General Program Administration 1-FLP (Revision 1)	Amendment 99

Approved by: Acting Deputy Administrator, Farm Loan Programs

Amendment Transmittal

A Reasons for Amendment

Exhibit 15 has been amended to add subparagraph H 5 that provides instructions for the "Assumptions - Stress Testing" enhancement.

Exhibit 17 has been amended to provide interest rates for FLP's.

Page Control Chart		
TC	**Text**	**Exhibit**
		15, pages 3, 4 pages 84.5 through 84.10 (add) 17, pages 1, 2

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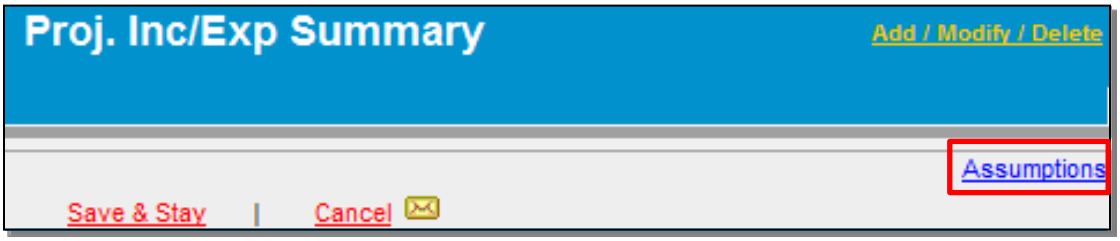
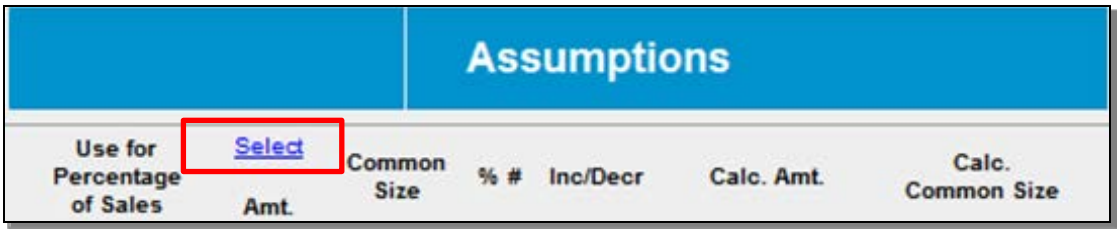
Farm Business Plan - FSA User Guide (Continued)

H Income/Expenses - Projected (Continued)

*--5 Assumptions or Stress Testing

Assumptions:

- allow a user to build new projected income and expense information based on existing historical or projected income and expense data
- use user-defined assumptions about expected changes in income and expense levels, along with the common size calculations, to extrapolate new projected income and expense information
- can be used by loan officials to demonstrate to customers how changes in income/expenses may affect their operations.

Step	Action
1	Create a **new** Projected Income/Expense to use in the Assumption process. **Caution:** Only use a plan created specifically for the assumption/stress test. All data saved in the assumption will automatically update the projected income/expense "summary" data only and not the scheduled information.
2	After new projection has been created, CLICK "**Assumptions**" link.  **Figure 44a**
3	CLICK "**Select**" link to access the Lookup Window, **Select Date Screen**.  **Figure 44b**

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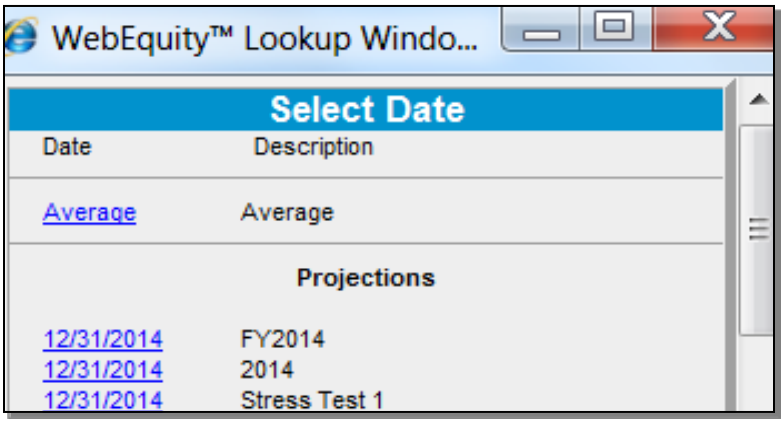
H Income/Expenses - Projected (Continued)

*--5 Assumptions or Stress Testing (Continued)

Step	Action
4	On the Lookup Window, Select Date Screen, click either "**Average**" or "**mm/dd/yyyy**" link for which to base the assumptions.  **Figure 44c**

The "Select" link is replaced by whichever date was selected on the Lookup Window, Select Date Screen ("Average" or "mm/dd/yyyy"). Data in the assumptions can be changed by clicking on the selected link and choosing another plan.

Example: For this example, user clicked the "**Average**" link and will populate the Assumptions Screen with that data. Income line items will have open text fields where adjustments can be made to the data depending on the radio button selected (1st, 2nd, or 3rd). Users can choose multiple options for the calculations.

- 1st radio button, "Input +/- Percent Change".

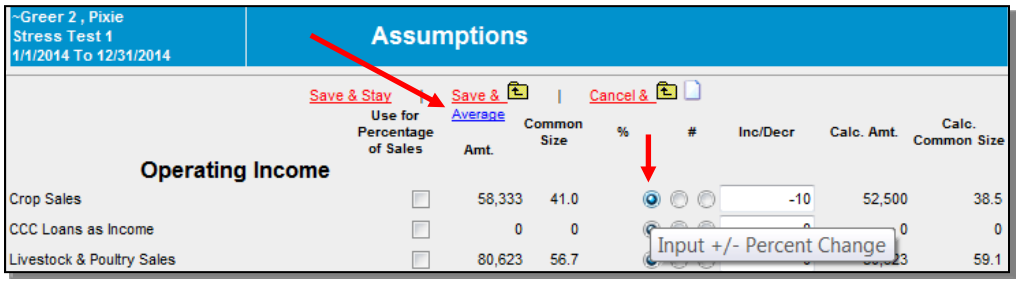


Figure 44d--*

H Income/Expenses - Projected (Continued)

*--5 Assumptions or Stress Testing (Continued)

- 2nd radio button, “Input +/- Number Change”.

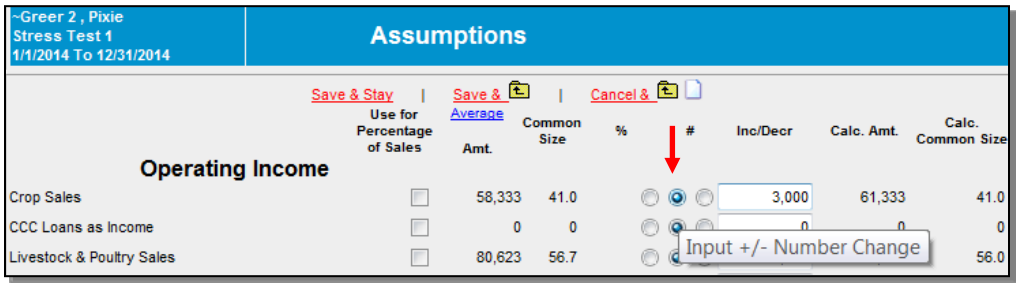


Figure 44e

- 3rd radio button, “Input Whole Number”.

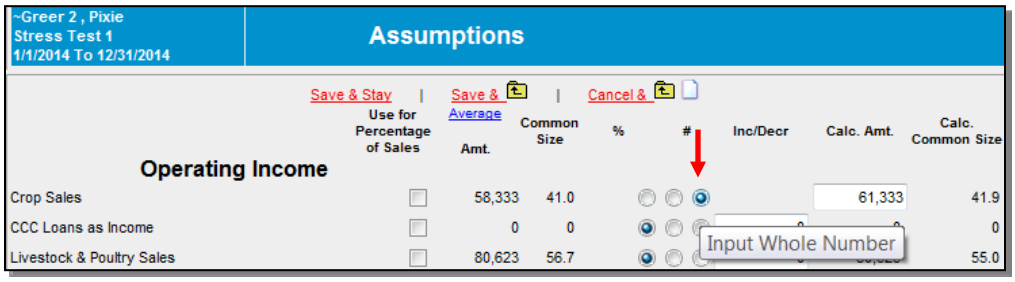


Figure 44f

There are radio buttons for “Auto/Manual” calculations for expenses. Activating the “Manual” radio button will open a text field where users can make adjustments. Click “**Mark All**” link to select the same option for the expense calculations, or users can select multiple options for the calculations.

- 1st radio button, “Auto Calc common Size Number”. Expenses will automatically adjust as income totals are recalculated.

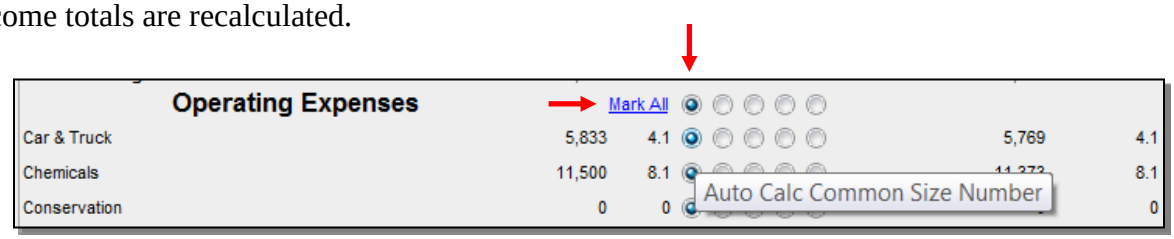


Figure 44g--*

H Income/Expenses - Projected (Continued)

*--5 Assumptions or Stress Testing (Continued)

- 2nd radio button, "Input Percent of Sales". Only use when a "Use in Percentage of Sales" box is checked (✓) to select the income line items to be used in calculations.

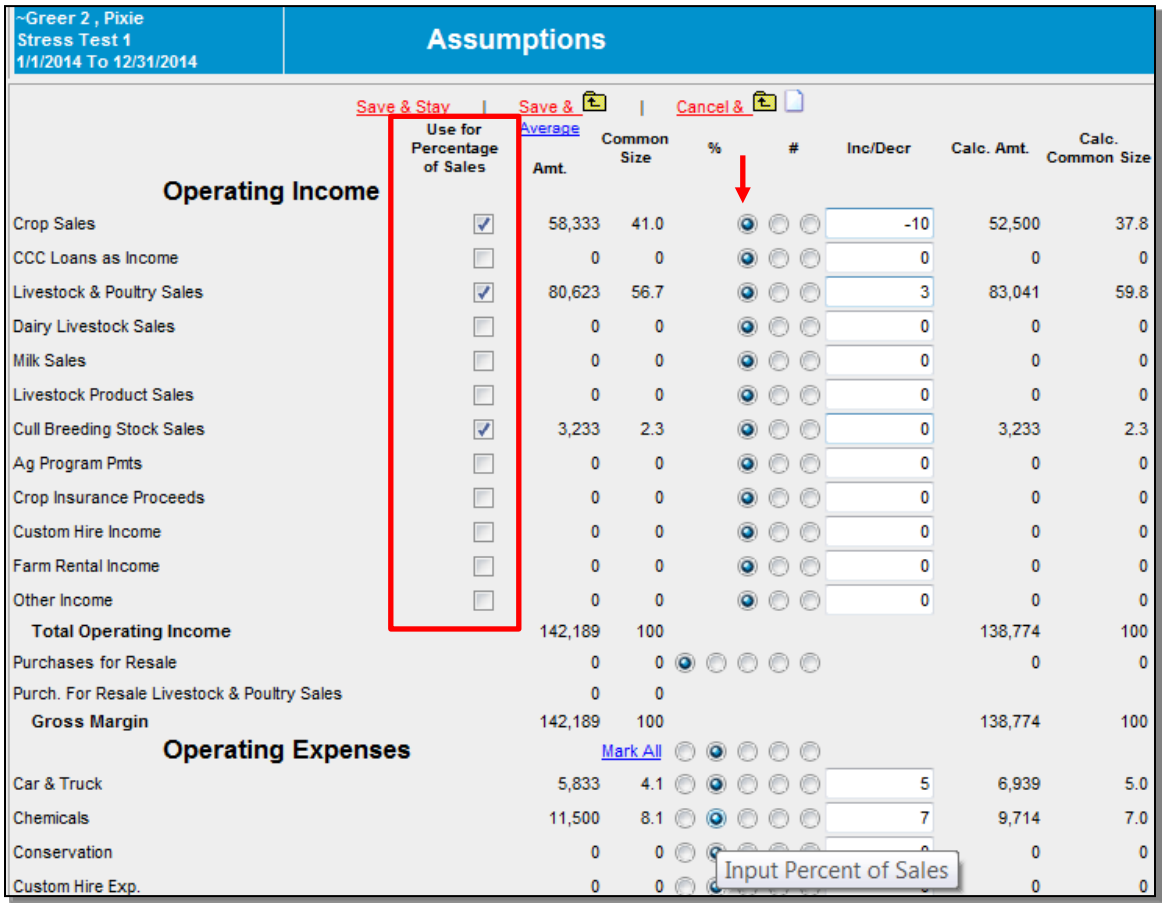


Figure 44h

- 3rd radio button, "Input +/- Percent Change".

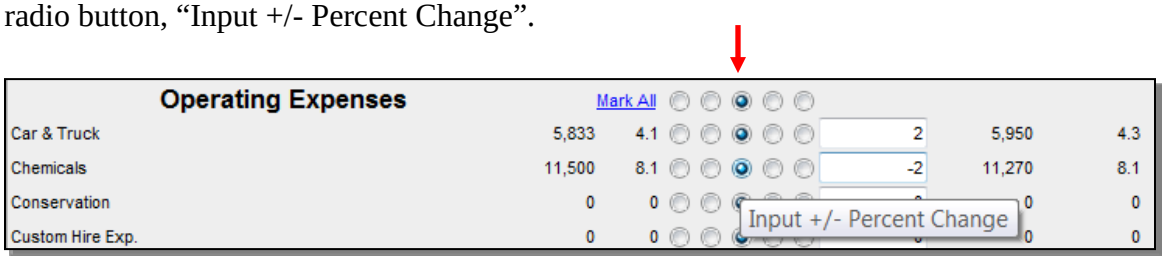


Figure 44i--*

Farm Business Plan - FSA User Guide (Continued)

H Income/Expenses - Projected (Continued)

***--5 Assumptions or Stress Testing (Continued)**

- 4th radio button, "Input +/- Number Change"

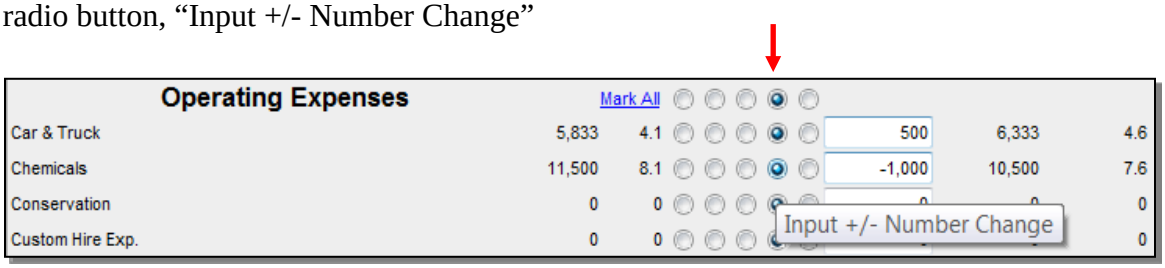


Figure 44j

- 5th radio button, "Input Whole Number".

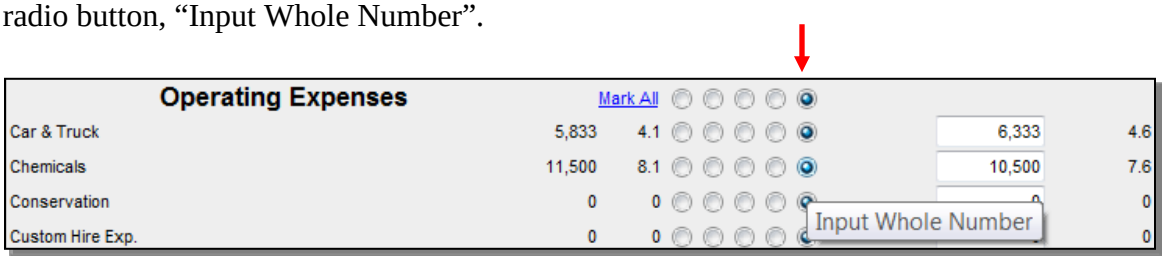


Figure 44k--*

FLP Rates

A Interest Rates for FLP's

--**The following provides interest rates for FLP's as of July 1, 2014.**--

Loan Type	Current Rate (%)	Date Set
Rural Housing - Farm Loan Purposes **Note:** For the current interest rate, contact the National Office.		
Operating	***--**2.125	7/1/14**--***
Operating - Limited Resource	5.000	12/1/90
Farm Ownership and Conservation Loans	***--**3.875	7/1/14**--***
Farm Ownership - Limited Resource	5.000	4/1/86
Farm Ownership - Down Payment	1.500	5/22/08
Farm Ownership - Joint Financing	2.500	2/7/14
Soil and Water	***--**3.875	7/1/14**--***
Soil and Water - Limited Resource	5.000	7/1/92
Recreation - Individual	***--**3.875	7/1/14
Farmer Program - Homestead Protection	3.875	7/1/14
Shared Appreciation Amortization	2.875	7/1/14
Softwood Timber Loans	3.875	7/1/14
Economic Emergency - Operating	2.125	7/1/14
Economic Emergency - Real Estate	3.875	7/1/14
Emergency - Amount of Actual Loss	3.125	7/1/14
Emergency - Major Adjustment: Subtitle A Purpose (Excess of Loss)	6.250	7/1/14
Emergency - Major Adjustment: Subtitle B Purpose (Excess of Loss)	4.500	7/1/14
Emergency - Annual Production	4.500	7/1/14
Nonprogram - Chattel Property	4.500	7/1/14
Nonprogram - Real Property	6.250	7/1/14
Apple Loans	0.875	6/1/14
Association - Grazing	3.875	7/1/14
Association - Irrigation and Drainage	3.875	7/1/14**--***
Indian Land Acquisition	5.000	2/1/91

Publication 622, which provides amortization tables and financial basic payment tables, is available from MSD Warehouse. To request Publication 622, complete FSA-159, available at **http://intranet.fsa.usda.gov/dam/ffasforms/forms.html**, and submit it by 1 of the following methods:

- FAX to 816-823-4740 or 816-823-4741
- e-mail to **ra.mokansasc2.kcasbwhse**
- mail to:

  USDA/FSA/Kansas City Warehouse
  9240 Troost Ave
  Kansas City MO 64131.

FLP Rates (Continued)

B Treasury Rates

The following table provides the applicable Treasury rates.

Treasury Rates	Current Rate (%)	Date Set
90-Day Treasury Bill	0.125	10/1/09
Treasury Judgment Rate (see Note)	0.100	6/1/14

Notes: The 90-Day Treasury Bill rate is entered in eDALR$ as the "Discount Rate" and is used to calculate present value and net recovery value.

The treasury judgment rate is the interest rate applicable to deficiency judgments for all loan types (pursuant to 28 U.S.C. Section 1961). The rate is based on the weekly average 1-year CMT yield published by the Federal Reserve System, Board of Governors. The rate shown is the most current rate posted to the Federal Reserve web site and is dated the ***--**week ending May 30, 2014. The actual judgment rate is the rate for the calendar week**--*** preceding the date the defendant becomes liable for interest. Access the Federal Reserve web site **www.federalreserve.gov/releases/H15/current** for the weekly average 1-year CMT yield.

C Historical 90-Day Treasury Bill Rates

The following table provides the historical 90-day Treasury bill rates.

Effective Date	Rate (%)	Effective Date	Rate (%)
December 1, 1988	7.500	December 1, 1990	7.500
January 1, 1989	7.875	January 1, 1991	7.375
February 1, 1989	8.250	February 1, 1991	7.125
March 1, 1989	8.500	March 1, 1991	6.500
April 1, 1989	8.750	April 1, 1991	6.250
May 1, 1989	9.000	May 1, 1991	6.125
June 1, 1989	9.150	June 1, 1991	5.875
July 1, 1989	8.750	July 1, 1991	5.750
August 1, 1989	8.625	October 1, 1991	5.625
September 1, 1989	8.250	November 1, 1991	5.375
October 1, 1989	8.125	December 1, 1991	5.250
December 1, 1989	8.000	January 1, 1992	4.875
February 1, 1990	7.875	February 1, 1992	4.375
April 1, 1990	8.000	March 1, 1992	3.875
May 1, 1990	8.125	May 1, 1992	4.125
July 1, 1990	8.000	June 1, 1992	4.000
October 1, 1990	7.750	July 1, 1992	3.750
November 1, 1990	7.625	September 1, 1992	3.500