(Proposal 3)

U.S. DEPARTMENT OF AGRICULTURE Farm Service Agency Form Approved - OMB No. 0560-XXXX

Position 1 (Chattels) Position 5 (Real estate)

OFFER TO CONVEY SECURITY

PART A - BORROWER OFFER TO CONVEY SECURITY

(1) I/We, ____

(borrower), hereby offer to convey to the United States, U.S. Department of Agriculture, acting through the Farm Service Agency *(Government)*, the property covered by mortgages, deeds of trust, or other security instruments held by the Government.

(2) Borrower requests:

- (a) _____ full satisfaction of the debt
- (b) \Box a credit equal to the value of the property as determined by the Government, less prior liens, if any, secured or described in such instruments and any obligations incurred on borrower's behalf, as authorized in Item 4 (c), in connection with the conveyance of satisfactory title to the Government.
- (3) Borrower agrees to remove at own expense all prior and junior liens (except Government liens), and all other encumbrances and title defects (now known or hereafter disclosed) except those approved by the Government in writing.
- (4) Borrower agrees to pay the following items, or request the items be paid by the Government and charged to their account, as indicated below:

Item	Paid by borrower	May be paid by Government
(a) Expenses necessary or incidental to such conveyance (including but not limited to expenses to title examination, survey, revenue stamps, notary and recording fees).		
(b) Cost of keeping insurance in force on the property in accordance with the provisions of the security instruments until the deed to FSA is recorded.		
(c) Cost of title insurance if required by FSA.		
(d) Taxes and assessments, and any liens approved by FSA for which payment is necessary to clear title.		

- (5) Borrower hereby assigns to the Government the following:
 - (*a*) all rights, title and interest in all insurance premiums paid by the Government and charged to the account and all unpaid claims arising from insurance policies in effect at any time on any buildings on the property;
 - (b) all rights, title and interest in all abstract of title, title insurance policies or other title evidence, and in all outstanding leases to which the property is subject, including oil and gas and other types of mineral leases; and
 - (c) funds now on deposit, including borrower and Government funds in a construction, supervised, or other account under agreement with the Government and (bank);
 - (d) all rights, title and interest in all contract rights, inventories, equipment, furnishings, accounts, general intangibles, gross receipts, gifts, pledges, income, and revenue as described in security instruments held by the Government.

The U.S. Department of Agriculture (USDA) prohibits discrimination in all its programs and activities on the basis of race, color, national origin, age, disability, and where applicable, sex, marital status, familial status, parental status, religion, sexual orientation, genetic information, political beliefs, reprisal, or because all or part of an individual's income is derived from any public assistance program. (Not all prohibited bases apply to all programs.) Persons with disabilities who require alternative means for communication of program information (Braille, large print, audiotape, etc.) should contact USDA's TARGET Center at (202) 720-2600 (voice and TDD). To file a complaint of discrimination, write to USDA, Director, Office of Civil Rights, 1400 Independence Avenue, S.W., Washington, D.C. 20250-9410, or call (800) 795-3272 (voice) or (202) 720-6382 (TDD). USDA is an equal opportunity provider and employer.

- (6) If cash proceeds are received by the Government before title to the property passes to the Government, the proceeds shall be applied to the debt.
- (7) Borrower agrees to deliver possession of the property to Government when notified by the Government of acceptance of offer.
- (8) Borrower understands that the Government may accept or reject this offer at any time by providing a copy of this offer to the borrower. Borrower understands that borrower may withdraw this offer by written notice to the Government at any time prior to its acceptance by the Government.

(9A) Borrower's Name	(9B) Signature	(9C) Date		
(10A) Borrower's Name	(10B) Signature	(10C) Date		
(11A) Borrower's Name	(11B) Signature	(11C) Date		
(12A) Borrower's Name	(12B) Signature	(12C) Date		
PART B - FSA RECOMMENDATION/APPROVAL				
(1) Borrower's offer to convey security is (a) recor	nmended (b) not recommended	(2) Date		
(3) Justification:				
(4A) Authorized Agency Official Name	(4B) Signature	(4C) Title		
(5) Borrower's offer to convey security is (a) acc	cepted (b) rejected	(6) Date		
(7) Justification:		·		
(8A) Authorized Agency Official Name	(8B) Signature	(8C) Title		

NOTE: The following statements are made in accordance with the Privacy Act of 1974 (5 USC 552a): the Farm Service Agency (FSA) is authorized Development Act, as amended (7 USC 1921 et seq.), or other Acts, and the regulations promulgated thereunder, to solicit the information information requested is necessary for FSA to determine eligibility for credit or other financial assistance, service the loan, and conduct stat furnished to other Department of Agriculture agencies, the Internal Revenue Service, the Department of Justice or other law enforcement as Department of Housing and Urban Development, the Department of Labor, the United States Postal Service, or other Federal, State, or loa addition, information may be referred to interested parties under the Freedom of Information Act, to financial consultants, advisors, lending commercial credit sources, to collection or servicing contractors, to credit reporting agencies, to private attorneys under contract with FSA in the trade area that buy chattel or crops or sell them for commission, to Members of Congress or Congressional staff members, or to cou information requested is voluntary. However, failure to disclose certain items of information requested, including Social Security Number or in a delay in the processing of an application or its rejection.	equested on its application forms. The istical analyses. Supplied information may be gencies, the Department of Defense, the al agencies as required or permitted by law. In institutions, packagers, agents, and private or or the Department of Justice, to business firms ts or adjudicative bodies. Disclosure of the
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