FORM APPROVED OMB NO. 0572-0137 and OMB NO. 0575-0189

Form RD 3560-57
(02-05)

APPLICATION FOR SETTLEMENT OF INDEBTEDNESS

ADVISE NUMBER	
TAXPAYER IDENTIFICATION NUMBER	DATE 20
CASE NUMBER	PROJECT NUMBER
☐ COMPROMISE ☐ ADJUSTMENT ☐ CHARGE OFF ☐ CANCELLATION	

PART I GENERAL INFORMATION

A. I(We) ..... ,
(Name and Address of Debtor)

the owners of ..... ,
(Name and Address of Property)

hereby request that the indebtedness described below be considered for settlement pursuant to the pertinent law and regulations and certify that the following statements are true and correct to the best of my (our) knowledge.

PART II DEBTS OWED TO THE DEPARTMENT OF AGRICULTURE

LOAN CODE IDENTIFICATION (1)	FINAL DUE DATE (2)	ORIGINAL AMOUNT (3)	UNPAID BALANCE (4)		
			INTEREST	PRINCIPAL	TOTAL
(A) RHS DEBTS FOR WHICH SETTLEMENT IS REQUESTED:					
(B) OTHER DEBTS OWED RHS					
(C) DEBT OWED OTHER AGENCIES OF DEPARTMENT OF AGRICULTURE					
TOTALS					

PART III FINANCIAL INFORMATION

The following documents are attached:

☐ A current financial statement and cash flow projects

☐ Verification of assets for the past 12 months

☐ Tax returns for the past three years

☐ Verification of income

☐ Verification of debts greater than $1,000

☐ Other: _____ (Specify)

PART IV DEBTOR'S OFFER AND CERTIFICATION

(A) I (We) am (are) unable to pay in full the indebtedness described in Part 11 hereof. I (We) have acted in good faith in an effort to pay said indebtedness; have no reasonable prospects of being able to do so; and hereby offer the sum of _____ _____ dollar ($ _____) in full and complete settlement of said indebtedness, to be paid as follows:

$ _____ submitted with this application. Receipt No._____ Date _____

$ _____ on _____, 20_____

$ _____ on _____, 20_____

$ _____ on _____, 20_____

I (We) understand that in the event of nonpayment of any of the above installments when due, the total indebtedness listed in Part II of this application will be immediately due and payable and that any installments paid pursuant to this agreement will be applied in partial payment of the total indebtedness.

(B) I (We) have not transferred, without adequate consideration, any real or personal property to, nor have I (We) purchased any stocks, bonds, mutual funds, or made any deposits in banks or money market accounts, for others during the past 5 years except:

(Explain)

If the decision contained above in this form results in denial, reduction or cancellation of RHS assistance, you may appeal this decision and have a hearing or you may request a review in lieu of a hearing. Please use the form we have included for this purpose.

According to the Paperwork Reduction Act of 1995, an agency may not conduct or sponsor, and a person is not required to respond to a collection of information unless it displays a valid OMB control number. The valid OMB control number for this information collection is 0572-0137 and 0575-0189. The time required to complete this information collection is estimated to average 1 hour per response, including the time for reviewing instructions, searching existing data Sources, gathering and maintaining the data needed, and completing and reviewing the collection of information.

PART IV DEBTOR'S OFFER AND CERTIFICATION (continued)

(C) I (We) have met the requirements of RHS, or its predecessor agencies, in disposing of any mortgaged property except _____

(D) I (We) have read all of this application, which is made for the purpose of obtaining final settlement of my (our) indebtedness described in Part II hereof, and hereby certify that all of the statements and representations contained herein are true in all respects to the best of my (our) knowledge and belief. I (We) understand that RHS is required to report any written-off indebtedness to the Internal Revenue Service except debts forgiven in Title 11 Bankruptcy Action or debts for less than $1,000.

(E) In making this offer of settlement, I (we) understand and agree that (1) the amount offered will be deposited in the United States Treasury and held in suspense pending consideration of the offer, (2) if the offer is accepted I (we) will be notified, and (3) if the offer is rejected, I (we) will be notified and the amount offered will be returned in the form of a United States Treasury check.

(F) All of the debts referred to in Part II have been discharged in bankruptcy. Yes ☐ No ☐

(G) Witness: _____ Debtor: _____
Address: _____
Witness: _____ Debtor: _____
Address: _____

(H) This application for debt settlement has been adopted by the _____ of the _____ and caused to be executed by the officers below on this _____ day of _____ , 20____

Attest: _____ By: _____

Title: _____ (SEAL) Title: _____

PART V RECOMMENDATION AND APPROVAL

I find from the statements and disclosures of the debtor(s) that the requirements of the pertinent law and regulations ☐ have ☐ have not been satisfied.

I recommend the ☐ acceptance ☐ rejection of the application of the debtor(s) as set out in Part IV hereof.

REMARKS: *(use a separate sheet, if necessary)*

_____, 20____

_____
Servicing Official

_____
(Address)

This settlement is ☐ recommended ☐ approved ☐ rejected under the authority contained in pertinent law and regulations.	State Director Date
This settlement is ☐ approved ☐ rejected under the authority contained in pertinent law and regulations.	Administrator Date