

UNITED STATES DEPARTMENT OF AGRICULTURE
RURAL DEVELOPMENT

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For Administrative Use Only

Missouri RD AN No. 1403 (1930-C)

November 16, 2002

TO: All Rural Development Managers and
Community Development Managers

FROM: /s/
GREGORY C. BRANUM
State Director, Rural Development

SUBJECT: BANK PASSBOOK SAVINGS RATE FOR
RURAL RENTAL HOUSING BORROWERS

PURPOSE/INTENDED OUTCOME:

To establish a state wide passbook savings rate to be used by all RRH borrowers when determining their tenant's adjusted income on RD Form 1944-8. In the past, the Bank Passbook Savings Rate established varied from Area to Area which sometimes caused errors particularly with those management companies which operated in more than one area. As a result of this administrative notice, there should be fewer calculation errors with tenant certifications.

COMPARISON WITH PREVIOUS AN:

This administrative notice replaces Missouri AN No. 1389 which expires September 30, 2002.

IMPLEMENTATION RESPONSIBILITIES: Based on surveys conducted by our Area Offices of local banks within their area, **the current Bank Passbook Savings Rate did not change and will remain at 1.3%.** This Bank Passbook Savings Rate will be reviewed every 6 months to determine if the established rate is still appropriate. We will notify the area offices in the future when to conduct this survey.

EXPIRATION DATE:
September 30, 2003

FILING INSTRUCTIONS: Preceding
Rural Development Inst. 1930-C