

Commodity Credit Corporation, USDA

§ 1436.19

(iii) To the borrower or other persons as determined appropriate by that office.

(b) Assumption by another borrower of a farm storage facility loan is permitted subject to county committee approval and the subsequent borrower's ability to show a satisfactory credit history. An assumption of the loan may be approved when the collateral is sold by CCC to an otherwise eligible borrower, the current borrower will convey the collateral or property securing the loan to another eligible borrower, or the borrower is dead, incompetent, or missing and an eligible borrower wants to assume the loan.

(1) Requests for approval of assumptions shall be made to the county committee by the borrower, the borrower's successors, or representatives of the borrower. If approval is granted, the borrower's successors or representatives shall execute a new farm storage facility note and security agreement for the balance of the term of the loan.

(2) The principal amount of the loan shall include the unpaid amount of the loan, interest computed to the date of assumption, all past due installments, and any other charges that may be required.

(c) The borrower may voluntarily convey the collateral to CCC before repaying the loan. Before a borrower sells or conveys the facilities or other property securing a loan without repaying the loan in full, the borrower shall obtain approval for the sale or conveyance from the FSA county committee with the understanding that sale proceeds shall be paid to satisfy the borrowers indebtedness to CCC.

(d) Remedies provided for in this section shall, unless CCC determines otherwise, be subject to the administrative appeals provided for elsewhere in this part, including those that are found at §1436.13.

§ 1436.17 Environmental compliance.

(a) Except as otherwise specified in this section, prior to approval of any farm storage facility loan, an environmental evaluation will be completed to determine if the proposed action will have any adverse impacts on the environment and cultural resources.

(b) If it is determined that a proposed action or group of proposed actions will not result in any adverse impact, the action will be considered as being categorically excluded for the purpose of compliance with the National Environmental Policy Act (NEPA), 40 CFR parts 1500-1508.

(c)(1) If adverse environmental impacts (either direct or indirect) are identified, an environmental assessment will be completed in accordance with the Council on Environmental Quality's Regulations for Implementing the Procedural Provisions of NEPA.

(2) The environmental assessment will be used to develop an action that results in no significant environmental impact on the human environment or cultural resources.

(3) No action will be approved that has been determined to have significant impacts on the human environment or cultural resources.

(d)(1) In order to minimize the exposure to environmental liabilities from the presence of contamination on real estate collateral, an evaluation will be made of the economic and environmental risks to the real estate collateral posed by the presence of hazardous substances and petroleum products.

(2) If the evaluation made under paragraph (d)(1) of this section reveals that the collateral is or may be contaminated, then the applicant will be notified and given an option of offering as collateral other real estate that is free from contamination or remediating the contamination on the original site offered as collateral.

§ 1436.18 Appeals.

The appeal, reconsideration, or review of all determinations made under this part, except for provisions for which there are no appeal rights because they are determined rules of general applicability, must be in accordance with parts 11 and 780 of this title.

§ 1436.19 Equal Opportunity and Non-discrimination requirements.

(a) No recipient of a Storage Facility loan shall directly, or through contractual or other arrangement, subject any person or cause any person to be subjected to discrimination on the basis of

race, religion, color, national origin, gender, or other prohibited basis. Borrowers must comply with all applicable Federal laws and regulations regarding equal opportunity in hiring, procurement, and related matters.

(b) With respect to any aspect of a credit transaction, CCC will not discriminate against any applicant on the basis of race, color, religion, national origin, sex, marital status, or age, provided the applicant can execute a legal contract. Nor will CCC discriminate on the basis of whether all or a part of the applicant's income derives from any public assistance program, or whether the applicant in good faith, exercises any rights under the Consumer Protection Act.

[67 FR 54939, Aug. 26, 2002. Redesignated at 67 FR 65690, Oct. 28, 2002]

PART 1437—NONINSURED CROP DISASTER ASSISTANCE PROGRAM

Subpart A—General Provisions

Sec.

- 1437.1 Applicability.
- 1437.2 Administration.
- 1437.3 Definitions.
- 1437.4 Eligibility.
- 1437.5 Coverage period.
- 1437.6 Application for coverage and service fee.
- 1437.7 Records.
- 1437.8 Unit division.
- 1437.9 Causes of loss.
- 1437.10 Notice of loss, appraisal requirements, and application for payment.
- 1437.11 Average market price and payment factors.
- 1437.12 Crop definition.
- 1437.13 Multiple benefits.
- 1437.14 Payment and income limitations.
- 1437.15 Miscellaneous provisions.

Subpart B—Determining Yield Coverage Using Actual Production History

- 1437.101 Actual production history.
- 1437.102 Yield determinations.
- 1437.103 Late-planted acreage.
- 1437.104 Assigned production.
- 1437.105 Determining payments for low yield.
- 1437.106 Honey.
- 1437.107 Maple sap.
- 1437.108–1437.200 [Reserved]

Subpart C—Determining Coverage for Prevented Planted Acreage

- 1437.201 Prevented planting acreage.
- 1437.202 Determining payments for prevented planting.
- 1437.203–1437.300 [Reserved]

Subpart D—Determining Coverage Using Value

- 1437.301 Value loss.
- 1437.302 Determining payments.
- 1437.303 Aquaculture, including ornamental fish.
- 1437.304 Floriculture.
- 1437.305 Ornamental nursery.
- 1437.306 Christmas tree crops.
- 1437.307 Mushrooms.
- 1437.308 Ginseng.
- 1437.309 Turfgrass sod.
- 1437.310 Sea grass and sea oats.
- 1437.311–1437.400 [Reserved]

Subpart E—Determining Coverage of Forage Intended for Animal Consumption

- 1437.401 Forage.
- 1437.402 Carrying capacity.
- 1437.403 Determining payments.
- 1437.404 Information collection requirements under the Paperwork Reduction Act; OMB control number.

Subpart F—Determining Coverage in the Tropical Region

- 1437.501 Applicability; definition of “tropical region” and additional definitions
- 1437.502 Coverage periods and fees for covered tropical crops.
- 1437.503 Covered losses and recordkeeping requirements for covered tropical crops.
- 1437.504 Notice of loss for covered tropical crops.
- 1437.505 Application for payment for the tropical region.

AUTHORITY: 7 U.S.C. 7333; 15 U.S.C. 714 *et seq.*; and 48 U.S.C. 1469.

SOURCE: 67 FR 12448, Mar. 19, 2002, unless otherwise noted.

Subpart A—General Provisions

§ 1437.1 Applicability.

(a) The Noninsured Crop Disaster Assistance Program (NAP) is intended to provide eligible producers of eligible crops coverage equivalent to the catastrophic risk protection level of crop insurance. NAP is designed to help reduce production risks faced by producers of commercial crops or other