

SAMPLE

USDA RURAL DEVELOPMENT

“COVID-19 RELIEF WORKOUT AGREEMENT”

Project Name: _____

Borrower Name: _____ Borrower ID: _____

The Borrower asserts it was current on its loan account as of February 1, 2020 but is now experiencing a financial hardship due, directly or indirectly, to the COVID-19 emergency. In order to prevent default, and pursuant to the Coronavirus Aid, Relief, and Economic Security (CARES) Act of 2020 (P.L. 116-136), Borrower submits the following.

Property is experiencing COVID-19 related financial hardship as follows (check at least one):

- Tenants have expressed inability to pay rent (number) _____
- Urgent interim certifications must be performed (number) _____
- Property has additional costs such as staff, technology, or maintenance due to social distancing or COVID-19 (estimated amount to date) _____
- Other (describe) _____

Property is requesting deferral of the monthly debt service payment for ____ months, beginning _____ (April 1, 2020 or later, not longer than 90 days). If the original deferral term is less than 90 days, Borrower will submit an extension at least 15 days prior to the end of the original forbearance term.

Property is requesting deferral of the monthly reserve deposit for ____ months, beginning _____ (April 1, 2020 or later, not longer than 90 days).

Borrower will not:

- a. Evict or initiate the eviction of a tenant from a dwelling unit located in or on the applicable property solely for nonpayment of rent or other fees or charges until at least July 25, 2020.
- b. Charge any late fees, penalties, or other charges to a tenant described above for late payment of rent until at least July 25, 2020.

Submitted by:

Approved by:

Borrower/Borrower's Representative Date

Rural Development Official Date