

UNITED STATES DEPARTMENT OF AGRICULTURE

Farm Service Agency
100 USDA, Suite 102
Stillwater, Oklahoma 74074-2653

OK Notice FLP-378

For: County Offices

Updating Delinquency Status of Guaranteed Loans

Approved by: State Executive Director



1 OVERVIEW

A

Background

Lenders report the status of guaranteed loans using the following 2 source documents:

- FSA-1980-41, Guaranteed Farm Loan Status Report, which a lender must submit on all guaranteed loans semi-annually.
- FSA-1980-44, Guaranteed Farm Loan Default Status Report, which a lender must submit 15 calendar days after a loan becomes delinquent and every 60 calendar days thereafter, while the guaranteed loan remains delinquent.

According to 2-FLP, paragraph 300, a loan is in default when it is 30 calendar days past due. Because a borrower can be behind on payments and not be considered delinquent, the "Amount Ahead/Behind" field, which is entered into GLS from the FSA-1980-41, is separate from the "Total Past Due Amount" field, which is entered from the FSA-1980-44.

B

Purpose

This notice provides information and guidance on entering information into GLS when a guaranteed loan has been returned to current status.

C

Contact

Direct any questions concerning this notice to Patty Wanger at (405) 742-1052 in the State Office.

D

Filing Instructions

This notice should be filed with the FLP series Notices.

<p>Disposal Date</p> <p>October 1, 2003</p>	<p>Distribution</p> <p>Farm Loan Program Teams, County Offices, DD's, COR's</p>
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2 ACTION

A

Clarification

Entering information into GLS from FSA-1980-44, showing a loan has been returned to current status will change the “Total Past Due Amount” field, but will not change the “Amount Ahead/Behind” field, because that information is captured from the FSA-1980-41. This action will:

- remove the loan from delinquency status
- return the loan to current status
- have no effect on the amount of the loan shown in the “Amount Ahead/Behind” field

B

Implementation

To ensure that GLS contains accurate information and management reports accurately reflect the correct status of loans and payment, County Offices **must** do the following when a lender has submitted FSA-1980-44 showing that a loan has been brought current:

- enter information on FSA-1980-44 into GLS
- prepare an updated FSA-1980-41, using the information from FSA-1980-44
- enter information on updated FSA-1980-41 into GLS

Note: If “C” is entered in the “Payment Status Code” field and “0” is entered in the “Amount Ahead/Behind” field, the loan will no longer indicate payments behind schedule on subsequent management reports.

Note: Both reports may be processed on the same day, but FSA-1980-44 **MUST** be entered into GLS before FSA-1980-41.
