

For: State and County Offices

2005-2007 Crop Disaster Program (CDP) Payment and Overpayment Processing

Approved by: Acting Deputy Administrator, Farm Programs



1 Processing Overpayments

A Background

The U.S. Troops Readiness, Veterans’ Care, Katrina Recovery, and Iraq Accountability Appropriations Act, 2007 (Pub. L. 110-28) authorizes the Secretary to use FSA funds to administer CDP.

Estimated Calculated Payment Report, Payment, and Overpayment software has continued to encounter calculation issues and, as a result, processing options have been disabled at various times.

5-DAP (Rev. 2), Section 4 provides guidance and procedure for CDP overpayment processing.

B Purpose

This notice informs State and County Offices of the following:

- **all** County Offices should immediately compute, verify, and if applicable, transfer CDP overpayments to the Common Receivable System (CRS) once CDP payment software is enabled
- CDP overpayments should always be computed, verified, and if applicable, transferred to CRS **before** processing payments
- CDP overpayments should be computed and transferred to CRS, at a minimum, at least weekly instead of the current procedure in 5-DAP (Rev. 2) to ensure that producers are timely notified of overpayment amounts.

Disposal Date	Distribution
March 1, 2010	State Offices; State Offices relay to County Offices