UNITED STATES DEPARTMENT OF AGRICULTURE
Farm Service Agency
Washington DC 20250
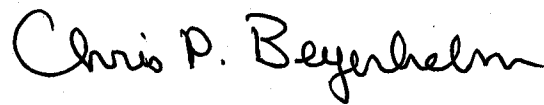
| **Notice FLP-491** |

5-FLP

For: FSA Offices

Nationwide Implementation of the Debt and Loan Restructuring System for the Web (eDALR$)

Approved by: Acting Deputy Administrator, Farm Loan Programs

Chris P. Beyerhelm

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1 Overview

A Background

Field Offices currently use DALR$ 2000 Version 3.7 on desktop PC's and laptops to process loan restructuring requests. DALR$ 2000 Version 3.7 has been re-engineered and will be released as eDALR$. eDALR$ is web-based, using a centralized database and data sharing capabilities with other FLP systems.

B Purpose

This notice:

- provides information on the eDALR$ implementation schedule

- provides guidance on using DALR$ 2000 Version 3.7 after December 31, 2007, and during the interim period until eDALR$ is deployed nationwide

- provides instructions for retaining DALR$ 2000 Version 3.7 after eDALR$ nationwide deployment

- establishes eDALR$ as the official system to determine direct loan servicing options for distressed and delinquent borrowers

- mandates using eDALR$ after nationwide implementation.

Disposal Date	**Distribution**
October 1, 2008	All FSA Offices; State Offices relay to County Offices

1   Overview (Continued)

C   Contact

If there are any questions about:

- Internet connectivity or hardware failure, contact the State Computer Specialist
- using DALR$/eDALR$, implementation, and/or regulatory issues:

  - County Offices shall contact the State eDALR$ Coordinator or the State Office

  - State eDALR$ Coordinators or State Offices shall contact Sharilyn Hashimoto, eDALR$ Program Sponsor, LSPMD by telephone at 202-720-2743 or e-mail to **sharilyn.hashimoto@wdc.usda.gov**.

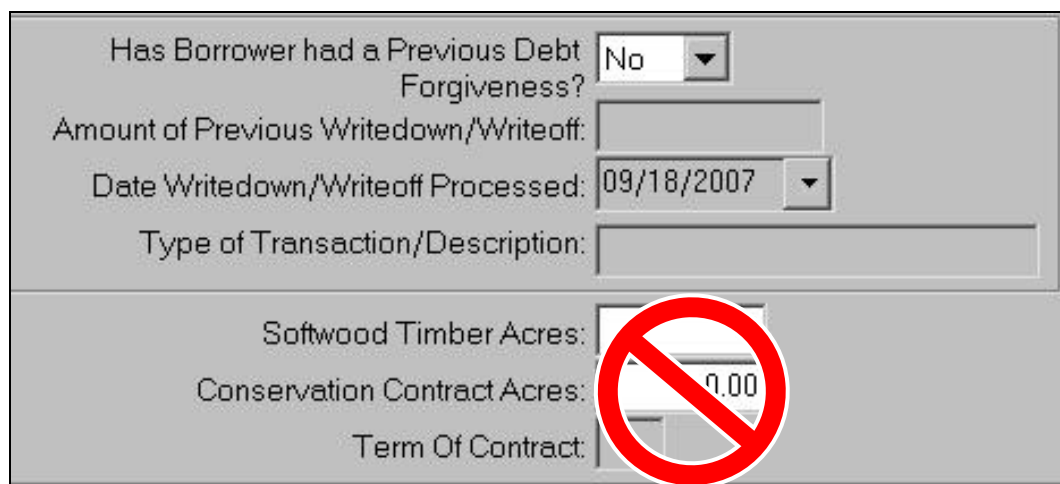**2   Action**

A   eDALR$ Implementation Schedule

eDALR$ will be released in early 2008. Training on eDALR$ will be provided before eDALR$ is made available to Field Offices.

B   Using and Disposing of DALR$ 2000 Version 3.7 After December 31, 2007

County and State Offices shall continue to use DALR$ 2000 Version 3.7 until nationwide release of eDALR$.

To accommodate the changes put in effect by 5-FLP, users should take note of the following when using DALR$ 2000 Version 3.7 after December 31, 2007:

- the Softwood Timber Loan Program has been eliminated; in the Borrower Basic Information Screen, **do not** enter data in the "Softwood Timber Acres" field (see the following screen example)

2   Action (Continued)

B   Using and Disposing of DALR$ 2000 Version 3.7 After December 31, 2007 (Continued)

- according to 5-FLP, when processing a request for Conservation Contract Debt Reduction, **do not** include the contributory value of structural improvements in the total "Market Value" of real estate on which the easement will be granted (see the following screen example) and if a feasible plan is:

Property Type	Description	FSA Secured Loans	Market Value
FRE	HOME FARM	1	$80,000
CHL	EQUIPMENT	1	$16,000
NFR	DWELLING AT CABO ROJO	1	$85,000

- found using a Conservation Contract in conjunction with loan servicing options other than debt write-down, proceed according to 5-FLP

- found using a Conservation Contract in combination with debt write-down, County Offices shall contact the State Office, and State Offices shall contact Sharilyn Hashimoto at 202-720-2743 **before** proceeding

- **not** found, the user **must** edit the "Market Value" input data to add back the previously excluded contributory value of structural improvements and re-run DALR$ so that calculations for remaining servicing options can be run correctly

- for borrowers that have existing nonprogram loans in conjunction with program loans and have applied for Conservation Contract Debt Reduction, County Offices shall contact the State Office, and State Offices shall contact Sharilyn Hashimoto at 202-720-2743 **before** proceeding

- after eDALR$ is implemented nationwide, Field Offices are to retain DALR$ 2000 Version 3.7 on their desktop PC's and laptops for 1 year to ensure that if there are pending appeal or litigation cases that require a report to be re-run on DALR$ 2000 Version 3.7, the capability is available; instructions for removing and retiring DALR$ 2000 Version 3.7 from desktop PC's and laptops will be issued at a future date.

C   Requirement for Using eDALR$

5-FLP requires using DALR$ to determine which loan servicing authority or combination of authorities may be available to the borrower. When eDALR$ is released nationwide, Field Offices will no longer use DALR$ 2000 Version 3.7 to process loan servicing requests. eDALR$ will become the official system of record for determining direct loan servicing options for distressed or delinquent borrowers.