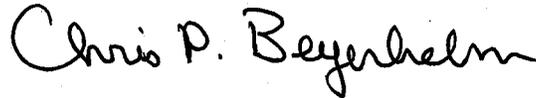


For: FSA Offices

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

Approved by: Acting Deputy Administrator, Farm Loan Programs



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\$ on April 10, 2008. 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 **before** eDALR\$ nationwide implementation
- provides instructions for retaining DALR\$ 2000 Version 3.7 **after** eDALR\$ nationwide implementation
- establishes eDALR\$ as the official system to determine direct loan servicing options for distressed and delinquent borrowers
- mandates using eDALR\$ **after** nationwide implementation
- obsoletes Notice FLP-491.

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

Notice FLP-502

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 on April 10, 2008. Training on eDALR\$ has been provided to the State Office DALR\$ coordinators and will be provided to Field Offices by the State Offices **before** eDALR\$ is released.

B Requirement for Using eDALR\$

5-FLP requires using DALR\$ to determine which loan servicing actions are available to the borrower. **After** eDALR\$ implementation, Field Offices are to retain DALR\$ 2000 Version 3.7 on their desktop PC's and laptops for 1 year. DALR\$ 2000 Version 3.7 will be used **only** for completing servicing actions where DALR\$ 2000 Version 3.7 has already been used and pending appeals or litigation cases that require a report to be re-run.

C Using and Disposing of DALR\$ 2000 Version 3.7 Until April 10, 2008

To accommodate the changes put in effect by 5-FLP, users should take note of the following when using DALR\$ 2000 Version 3.7 **until** April 10, 2008:

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

Has Borrower had a Previous Debt Forgiveness? No

Amount of Previous Writedown/Writeoff: []

Date Writedown/Writeoff Processed: 09/18/2007

Type of Transaction/Description: []

Softwood Timber Acres: []

Conservation Contract Acres: []

Term Of Contract: []

Notice FLP-502

2 Action (Continued)

C Using and Disposing of DALR\$ 2000 Version 3.7 Until April 10, 2008 (Continued)

- 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 and if a feasible plan is:
 - found using Conservation Contract along with:
 - loan servicing options **other than** debt write-down, proceed according to 5-FLP
 - 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

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

- for borrowers that have existing nonprogram loans along 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.