

For: State and County Offices

Farm Storage Facility Loan (FSFL) Software Enhancements

Approved by: Acting Deputy Administrator, Farm Programs



1 Overview

A Background

FSFL repayment software for calculating repayments was **not** always correctly calculating the annual installment payment. This situation occurred when the payment was made on a day other than the due date. This has resulted in the creation of many small principal balances.

B Purpose

This notice informs State and County Offices of the enhancements included in County Release No. 549 for:

- correctly calculating the amount due on the annual installment notification letter
- allowing inquiry only when using option 2 on menu VDA00000
- printing unpaid balances on the customer’s receipt after the payment is applied.

2 Software Enhancements

A Annual Notification Letter

The annual installment notification letter has been enhanced to include any unpaid balances from the previous installment repayment plus the annual installment payment.

Disposal Date	Distribution
January 1, 2005 11-10-04	State Offices; State Offices relay to County Offices

Notice FSFL-31

2 Software Enhancements (Continued)

B Installment Payment Menu VDA 00000 Modification

Menu VDA00000 has been changed to **inquiry only** when option 2, is selected. This option will display the current installment amount due including any outstanding small balances if applicable from the previous installment repayment.

County Offices shall use option 1 from this menu to process any repayment, except a full loan payoff. County Offices shall continue to enter installment payment date according to 1-FSFL, subparagraph 361 C to avoid creating additional small balances.

C FSFL Repayment Receipt

The repayment receipt has been enhanced to print any current outstanding balances due after a repayment has been applied. The receipt prints:

- repayment information
- principal balance due if behind schedule.

The following is an example of a receipt where the customer's payment did **not** cover the entire annual installment plus any outstanding small balances. County Offices **shall** pursue collection action on any amounts over \$25 per 1-FSFL, subparagraphs 150 D and 150.5 D.

U.S. Department of Agriculture Commodity Credit Corporation FSFL Repayment Receipt					
<hr/>					
FSFL #:	2003/00029	FSFL Disbursement Date:	09/01/2003		
Beginning Principal Amount:	75,000.00	Installment Due Date:	09/01/2004		
FSFL Interest Rate:	3.7500	Installment Amount Due:	12,380.52		
New Principal Balance:	67,635.75	Current Payment Amount:	12,380.52		
<hr/>					
Name and Address of Contact Borrower:					
Bo Hunter 77 Milam RD Van Alstyne, TX. 75482-9322					
<hr/>					
Payment Date	Payment Amount	Interest Paid	Interest Paid Thru	Principal Paid	Principal Balance
10/13/2004	\$12,000.00	\$5,016.27	10/13/04	\$6,983.73	\$67,635.75
<hr/>					
NOTE: The principal balance after this repayment is \$380.52 behind schedule. If remittance is not received, additional collection actions may be taken.					
Thank you for your remittance.					
<hr/>					
YOUR COUNTY FSA OFFICE 446 West Houston Your Town, Texas 75090-1552 Phone: (903)555-5320 For: Commodity Credit Corporation, _____, (for) County Executive Director _____ Date					

Notice FSFL-31

2 Software Enhancements (Continued)

C FSFL Repayment Receipt (Continued)

This is an example of a receipt where the customer pays current.

U.S. Department of Agriculture
Commodity Credit Corporation
FSFL Repayment Receipt

FSFL #:	2004/00045	FSFL Disbursement Date:	10/23/2003
Beginning Principal Amount:	100,000.00	Installment Due Date:	10/23/2004
FSFL Interest Rate:	4.1250	Installment Amount Due:	16,738.01
New Principal Balance:	83,838.36	Current Payment Amount:	16,738.01

Name and Address of Contact Borrower:

Chance Farms
PO Box 1120
Boston, New York 22310-1120

Payment Date	Payment Amount	Interest Paid	Interest Paid Thru	Principal Paid	Principal Balance
10/13/2004	\$16,738.01	\$576.37	10/13/04	\$16,161.64	\$83,838.36

Note: The principal balance after this payment is current.

Thank you for your remittance.

ORLEANS COUNTY FSA OFFICE
446 WEST AVENUE
ALBION, NY. 14411-1552

Phone: (706)239-5320
For: Commodity Credit Corporation,

_____, (for) County Executive Director _____ Date