

For: CMA's, LSA's, and State and County Offices

**Temporary Suspension of Credit Alert Interactive
Voice Response System (CAIVRS) Requirement for CCC**

Approved by: Acting Deputy Administrator, Farm Programs



1 General Information

A

Background

The Debt Collection Improvement Act of 1996 provides that a person owing a delinquent nontax debt to the Federal Government is ineligible for Federal financial assistance including direct loans, other than disaster loans, or loan insurance or guarantee.

Notice LP-1730 provided policies and procedures for barring Federal debtors from obtaining commodity loans and LDP's. Notice LP-1736 provided procedures for using CAIVRS to identify delinquent Federal debtors who applied for CCC farm storage facility loans (FSFL), commodity loans, or LDP's.

Because of technical problems and CCC funding issues regarding the use of CAIVRS for purposes other than Farm Loans, the use of CAIVRS for CCC FSFL, commodity loan, and LDP applicants is being temporarily suspended.

B

Purpose

This notice:

- temporarily suspends the CAIVRS requirements
- obsoletes Notice LP-1736.

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Disposal Date May 1, 2001	Distribution State Offices; State Offices relay to County Offices and FAX to CMA's and LSA's
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Notice LP-1742

1 General Information (Continued)

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Action

County Offices shall:

- immediately stop processing CAIVRS inquiries for CCC FSFL, commodity loan, and LDP applicants until further notice
 - for applicants previously identified through CAIVRS as a delinquent Federal debtor, continue to deny loan or LDP until the applicant provides evidence that the delinquency has been resolved
 - review claims debt records to determine any delinquent Federal debt.
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