

For: State and County Offices

Using Modified APSS Peanut Loan Repayment Software

Approved by: Deputy Administrator, Farm Programs

1 Overview

A Background

When peanut loans are disbursed, the loan amount is determined in a 2-step process. The net tons are determined at the applicable loan rate, adjusted for premiums and discounts. The Loose Shelled Kernels (LSK) tons are determined at \$140 per ton.

The peanut repayments process had been applying the National Posted Price (NPP), adjusted for premiums and discounts, to the entire loan quantity, which included LSK tons. This resulted in a loan market gain that was less than the loan deficiency payment (LDP). The modified APSS software that is addressed in this notice corrects that error condition.

Notice LP-1943 instructed County Offices to **discontinue** processing Segregation 1 (Seg. 1) warehouse-stored peanut loan repayments in APSS. County Offices were instructed to accept an **estimated** repayment amount based on NPP for the applicable peanut type, excluding a storage credit.

Notice PS-484 provided **additional** instructions for estimating repayments.

On Thursday, December 18, 2003, modified peanut loan repayment software will be **broadcast** to County Offices that will:

- apply a **CCC Adjusted Value** to the entire loan quantity, including LSK tons, in the repayment calculation process
- ensure, when market repayments apply, that loan market gain equals LDP.

Important: This same modified software will **also** be provided in County Release No. 528.

Disposal Date	Distribution
August 1, 2005	State Offices; State Offices relay to County Offices and FAX to Peanut CMA's and DMA's

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1 Overview (Continued)

B Purpose

This notice provides State and County Offices with instructions for using modified peanut loan repayment software that is provided according to subparagraph A.

2 Using Modified Peanut Loan Repayment Software

A County Office Instructions

After successfully receiving modified software, County Offices shall:

- **resume** processing warehouse-stored peanut loan Seg. 1 repayments in APSS
- **record** all manual loan repayments in APSS that were processed according to Notice LP-1943, according to instructions in 12-PS, Part 7, Section 7. When estimated repayment amount is:
 - more than total repayment amount due, issue refund to the producer or buyer who repaid the loan
 - less than total repayment amount due, a receivable will be created for the amount due.

Note: Notify the producer or buyer who repaid the loan of the **amount due**. Interest on the receivable shall be waived and processed according to paragraph 3.

- **correct** all warehouse-stored peanut loan Seg. 1 repayments that were processed in APSS before those repayments were discontinued according to Notice LP-1943 by:
 - processing a loan correction (deletion) according to 12-PS, Part 11
 - re-entering loan repayment transaction in APSS according to 12-PS, Part 7, Section 8.

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3 Repaying Receivables

A Receivables and Waived Interest

Process the repayment of a receivable created by a manual repayment recording, or by a loan correction, according to instructions in 12-PS, Part 7, Section 5, **and** according to this table.

Step	Action	Result
1	On Screen PCA12000: <ul style="list-style-type: none">• ENTER "Y" to the question, "Is this a recording of a manually made action?"• PRESS "Enter".	Screen PCA14000 will be displayed.
2	On Screen PCA14000: <ul style="list-style-type: none">• ENTER "Y" if it is the correct loan• PRESS "Enter".	Screen PPD0000 will be displayed.
3	On Screen PPD0000: <ul style="list-style-type: none">• ENTER "4", "Receivable Repayment"• PRESS "Enter".	Screen PPD71000 will be displayed.
4	On Screen PPD71000: <ul style="list-style-type: none">• On the "Repayment Date" field, enter the same date as the "Receivable Effective Date"• ENTER "Y" or "N" to the question, "Is this repayment by wire transfer?"• PRESS "Enter".	Screen PPD73000 will be displayed.

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3 Repaying Receivables (Continued)

A Receivables With Waived Interest (Continued)

Step	Action	Result
5	<p>On Screen PPD73000:</p> <ul style="list-style-type: none"> • enter the corresponding number on "Select Number" column on the "Select record you wish to Liquidate" field • enter the amount shown on "Outstanding Principal on This Record" column on the "Enter the amount you wish to liquidate from this record" field • PRESS "Enter". 	Screen PPD74000 will be displayed with information associated with the receivable.
6	<p>On Screen PPD74000:</p> <ul style="list-style-type: none"> • enter the amount you wish to repay • answer the question • PRESS "Enter" to continue. 	Screen PPD76000 will be displayed.
7	On Screen PPD76000, ENTER "Y" to complete the repayment.	Screen PCA97000 will be displayed.
8	<p>On Screen PCA97000:</p> <ul style="list-style-type: none"> • enter the printer ID • enter number of copies to print • PRESS "Enter". 	CCC-500 will be printed and Screen AGK00500 will be displayed.
9	Process deposit by selecting "1", "Current CCC-257", on Screen AGK00500 and following instructions in 3-FI.	