



**Functional Series [200](#)
Programming Policy**

INTERIM UPDATE 06-08

SUBJECT: Revisions to ADS Chapter 249, Development Credit Authority

NEW MATERIAL: This notice announces the revisions of ADS 249, Development Credit Authority to incorporate several policy changes. The primary changes to the chapter include:

EFFECTIVE DATE: 06/01/2006

ATTACHMENT: [ADS 249](#)

POLICY

USAID/General Notice
GC/EGAT
06/09/2006

Subject: Revisions to ADS Chapter 249, Development Credit Authority

This notice announces the revisions of ADS 249, Development Credit Authority to incorporate several policy changes. The primary changes to the chapter include:

- Modified fee structure and minimum fees for partner financial institutions;
- Requiring special justification from the Chief Risk Officer for projects with expected default rates of higher than 15%;
- Allowing for risk-sharing guarantees that are not on a pari-passu basis;
- Changes with respect to strategic planning for DCA activities; and
- Revision of the provision on the posting of accruals and the treatment of pipelines for DCA related obligations.

The revised chapter is attached.

Point of Contact: Any questions concerning this Notice may be directed to Paul Freedman, GC/G, (202) 712-5098.

Notice 0623

File Name	Notice Date	Effective Date	Editorial Revision Date	ADS CD No.	Remarks
IU2_0608_061206_nocd	06/09/2006	06/01/2006			This IU will be cancelled once CD 44 is released.

Iu2_0608_061206_w061306_nocd