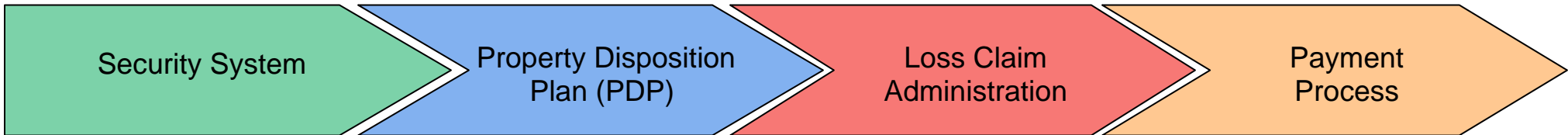


USDA Rural Development – Loss Claim Ready Reference



Purpose
Allows the lender and RD to gain access to process loss claim and future recoveries in Guaranteed Loan System (GLS), via USDA Linc.
Players
Lender and DCFO (Deputy Chief Financial Officer)
How to access the system?
<ul style="list-style-type: none"> ✓ First time in the system: <ol style="list-style-type: none"> 1. Lender creates an account (request level 2 access) 2. Agency validates level 2 access. 3. Agency submits branch administrator in GLS. 4. Branch administrator access USDA Linc. ✓ Regular Access to system: lender uses his/her login and password.

Purpose
Ensure that both Rural Development and the lender have a mutual understanding of how a property will be marketed and what factor might influence the net proceeds of the sale.
Players
Lender and CSC (Centralized Servicing Center) or State
When is the PDP required?
When the property is taken into inventory by lender. Not required when sold to 3 rd party at the foreclosure sale.
When needs to be submitted?
Within 30 days of acquiring title to the security. Rural Development approves or reviews within 5 business days.
Required Documentation
<ul style="list-style-type: none"> ✓ Initial PDP Worksheet ✓ Additional documents (if applicable) ✓ Corrected or revised PDP worksheet (if applicable)

Purpose
Electronic submission of the loss claim to settle the Rural Development guarantee when the lender liquidates the property at a loss.
Players
Lender and CSC
When is the loss claim required?
Within 30 calendar days of settlement, acquisition or marketing period expiration.
Submission Timing
<p>Electronically through the “Add/Update Loss Claim” selection in GLS.</p> <ol style="list-style-type: none"> 1. New User or Approved Lender: subject to 100% pre-payment review. Submission of complete package, including all supporting documentation according to the case. 2. Approved Lenders released from 100% pre-payment review process are subject to post-payment review and need to send supporting documentation.
Information Required
<ul style="list-style-type: none"> PDP Borrower Co-borrower (if applicable) Lender Loan Liquidation REO (if applicable) Protective Advances Lender’s liquidation costs Property Sales Costs (if applicable) Recoveries and comments

Purpose
Approval of payment when lender successfully submits the loss claim.
Players
Lender, DCFO, CSC or State
When is it made?
Within 60 days of Lender’s prompt and properly filed claim.
If claim payment is denied?
The lender will receive an appeal letter according to RD Instructions 1980-D.
Future Recoveries
Lender and CSC will complete the Future Recovery Calculator. Only applies to Foreclosure and Deed-in-Lieu cases.