

RD AN No. 3929 (1942-A)
January 27, 2004

TO: State Directors
Rural Development

ATTN: Staff Responsible for Community Facilities Program
Loan Processing and Approval

FROM: Arthur A. Garcia *(Signed by James E. Selmon III)*
Administrator
Rural Housing Service

SUBJECT: Determinations on Availability of Other Credit

PURPOSE/INTENDED OUTCOME:

This Administrative Notice (AN) is being issued to provide a financial analysis tool for determination of other credit.

COMPARISON WITH PREVIOUS AN:

This AN replaces AN No. 3706 (1942-A) dated February 8, 2002.

IMPLEMENTATION RESPONSIBILITIES:

All employees must emphasize use of the Community Facilities (CF) guaranteed loan program when meeting with potential applicants for CF direct loans and grants.

EXPIRATION DATE:
January 31, 2005

FILING INSTRUCTIONS:
Preceding RD Instructions 1942-A

Facilities operated by nonprofit organizations, public bodies, or tribal entities develop budget projections using rates that are necessary to meet the cost of operating the facility, including debt payment and reserve deposits. Proper analysis of nonprofit organizations requires that consideration be given to financing a facility using conventional terms, including loan guarantees.

A combination spreadsheet and word document to assist you in determining if other credit is available is located on the Intranet. Copies of the file may be downloaded from the Rural Development Intranet at http://rdintra.usda.gov/rhs_doctlib.nsf by selecting CP Documents. Documents are filed under the heading Credit Analysis. If you are unable to obtain a copy of the electronic documents, please contact Dan Spieldenner at the following e-mail address: dan.spieldenner@usda.gov.

For questions concerning this AN, please contact Dan Spieldenner, Senior Loan Specialist, (202) 720-9700.