



United States Department of Education
The Office of Student Financial Assistance
The National Student Loan Data System

**Guaranty Agency LPIF Adjustment
Technical Update GA-2000-010**

November 29, 2000

This information is intended for the person in your organization who is responsible for working with NSLDS. If that is not you, please forward this update to the appropriate person.

Adjustment to FY 2000 4th Quarter LPIF Payment

The U.S. Department of Education (ED) has calculated the Loan Processing and Issuance Fee (LPIF) for the Fiscal Year (FY) 2000 4th Quarter. In addition, ED is making a one-time adjustment to the 4th Quarter LPIF calculation. This technical update provides the calculation logic for the adjustment to the FY 2000 4th Quarter payment and the file layouts that correspond to the back-up data for the adjustment.

As previously indicated in Technical Update GA-2000-002, FY 2000 LPIF payments are based on disbursements made on loans guaranteed on or after October 1, 1999. In addition, Technical Update GA-2000-001 noted that FY 1999 LPIF payments were treated as advances for each quarter based on the Net Guarantee Amount (Amount of Guarantee minus Amount of Cancellation) for loans guaranteed on or after October 1, 1998. In order to appropriately determine the LPIF payments for FY 1999 additional calculations were necessary. The additional calculations take into consideration the difference between Late Guarantees minus Late Cancellations and any changes in Guarantees.

Attachment 1 shows the computational logic and definitions ED used to calculate:

1. Difference between Late Guarantees minus Late Cancellations
2. Any LPIF Change in Guaranty

Attachment 2 contains the file layouts for both computations listed above.

If you have any questions, please contact Ron Bennett of the NSLDS Information Center at (703) 560-5000 x3583, or email him at rbennett@fallschurch.esys.com.