



Hurricane Idalia Natural Disaster Relief for Loan Collateral September 18, 2023

In response to Hurricane Idalia, FHLBank Atlanta has implemented its natural disaster relief policy for loan collateral. Eligible loan collateral must be secured by property within the counties currently designated as areas qualifying for both individual and public assistance by the Federal Emergency Management Agency (FEMA).

Please contact your [collateral relationship specialist](#) at **800.536.9650** with any questions or to request approval to participate in any of the relief options.

Relief for Collateral Reporting

Qualified Collateral Reports (QCRs)

- Members with current credit risk ratings from 101 to 103 are eligible and must request approval to delay reporting loan data via QCRs
- Members may be granted up to a six-month delay (from 8/31/2023 to 2/28/2024 effective date) in reporting loan collateral data via QCRs

Loan Listings

- Members must request approval to delay reporting any loan listing data
- Members may be granted up to a one-month delay in reporting residential and home equity loan/line of credit monthly loan listings

Loans with Forbearance Agreements

The Bank will accept loan collateral under a forbearance agreement in conjunction with Hurricane Idalia in all loan portfolios, with the exception of loans reported in the Residential Available for Sale program, assuming the following requirements are met:

1. Members should request approval to report loans under a forbearance agreement in conjunction with Hurricane Idalia
2. Only loans on property within those counties designated by FEMA as qualifying for both individual and public assistance are eligible under the Bank's natural disaster policy
3. The original wet ink paper note is in the member's possession or the member maintains control via a document custody or servicing agreement and can deliver the original note for review
4. Loans exceeding 30 days past due at the time forbearance was granted due to Hurricane Idalia are acceptable, provided that the loans cannot have exceeded 30 days past due as of the initial FEMA disaster declaration date (Initial Date). The Initial Date is 8/31/2023 for the Florida declaration and 9/7/2023 for the Georgia declaration

5. Forbearance agreements due to Hurricane Idalia must be dated between the Initial Date and six months from the Initial Date to be eligible
6. Loan forbearance agreements may provide forbearance from repayment terms for up to six months
7. In order to be eligible for reporting, members must have provided, at a minimum, written notification to the borrower of the forbearance status of the loan at the time forbearance was granted. A forbearance agreement executed by the borrower must exist prior to the end of the forbearance period, with the following exceptions:
 - The borrower resolves the deferred payments in a lump sum at the conclusion of the forbearance period
 - The initial forbearance notification or a subsequent notification delivered to the borrower, prior to the end of the forbearance period, details the approved repayment option requested by the borrower, including the terms of the repayment (e.g., six-month repayment plan, or extension of maturity [when automatically permitted by the note or loan agreement], etc.)
 - If a loan modification follows the forbearance period, the loan modification agreement executed by the borrower resolves the requirement for a forbearance agreement executed by the borrower
8. Loan forbearance agreements executed by electronic signature or wet signed and then scanned or imaged would be subject to the Bank's [existing requirements](#) for copies of note modifications and note modifications that are electronically signed
9. All other loan collateral eligibility requirements remain in effect, including, but not limited to, the Guidelines to Promote Responsible Lending

Members required to deliver loan files due to credit risk rating must have a forbearance agreement executed by the borrower.

Members requesting relief for loans under forbearance will need to report the percentage of loans under forbearance on page three of QCRs. Examples showing the page three reporting fields are below.

1. Mitigated Environmental Risk Loans

Required

Reported loans secured by properties with potential environmental risk, and that have a related clean or resolved Phase 1 environmental report

_____ %

2. Hurricane Idalia - Reported UPB Under Forbearance

Required
Total must equal 100%.

Loans under forbearance related to Hurricane Idalia

_____ %

Loans without forbearance related to Hurricane Idalia

_____ %

100%
Remaining