

# VALERI Special Announcement

**September 11, 2020**

When a loan becomes 61 days delinquent, VA automatically generates the Electronic Default Notice (EDN) event. If there is no Reason for Default (RFD) provided in the nightly file, the system defaults the RFD on the EDN event to "Other." To ensure the highest level of data integrity, the correct RFD must be present prior to a loan becoming 60 days delinquent.

The following default reasons are available:

- BUS = Business failure
- CAS = Casualty loss
- CUR = Curtailment of income
- DOB = Death of borrower
- DFM = Death of borrower's family member
- EMP = Distant employment transfer
- ENE = National Emergency Declaration (previously Energy/Environmental costs)
- EXC = Excessive obligations
- FRA = Fraud
- ILB = Illness of borrower
- ILF = Illness of borrower's family
- REN = Inability to rent property
- SEL = Inability to sell property
- INC = Incarceration
- MAR = Marital difficulties
- MIL = Military service
- PYA = Payment adjustment
- PYD = Payment dispute
- PRO = Property problems
- SER = Servicing problems
- TEN = Tenant not paying
- TRA = Transfer of ownership
- UNE = Unemployment notification
- BNR = Borrower never responded to outreach

NOTE: Servicers that report events manually via the Events Bulk Upload Template are required to select an RFD from the dropdown in Column AW.

*This announcement is intended for mortgage servicers participating in the VA Loan Guaranty Program only. If you have received this newsflash in error through govDelivery, please visit <https://subscriberhelp.granicus.com/s/article/How-do-I-unsubscribe-from-email-updates> to unsubscribe. Veterans looking for information on VA benefits should visit <https://www.va.gov/>.*