

Rural Finance Authority
Minnesota Department of Agriculture
625 Robert Street North
St. Paul, Minnesota 55155-2538
651-201-6004

<i>FOR RFA USE ONLY:</i>	
Application	
No.:	_____
Date	
Received:	_____

APPLICATION FOR LIVESTOCK EQUIPMENT LOAN PARTICIPATION

A 45%/\$100,000 Participation Program

PART 1: OFFER: Submission of this application constitutes an offer to sell a participation interest in the lenders proposed loan described in the application.

Lender Name: _____ MPA #: _____

Lender Address: _____ P.O. Box: _____

City, State, Zip: _____

Contact Person: _____ Phone: _____

Federal Tax ID: _____ State Tax ID: _____ Fax: _____

PART 2: EQUIPMENT FINANCING:

Total cost of equipment	\$ _____
Less applicant equity/other	- \$ _____
Total financing requested	\$ _____
Closing costs (if financed)	+ \$ _____
Amount to be financed by lender and RFA	\$ _____
RFA participation amount (_____ %)	\$ _____
Loan balance retained by lender **	\$ _____
** (including other financed costs i.e. stock \$ _____)	

PART 3: APPLICANT(S):

Name: _____ Phone: _____
Name: _____ County: _____
Address: _____ Zip: _____

PART 4: APPLICANT ELIGIBILITY CRITERIA – ALL APPLICANTS:

Circle either **T** for true or **F** for false regarding each of the following. When two or more individuals apply jointly, the term “I” shall mean “we”, but only one person need fulfill criteria 2 and 6.

A: GENERAL ELIGIBILITY CRITERIA – ALL APPLICANTS

- 1. T F I am a resident of the State of Minnesota.
- 2. T F I am the principal operator of the livestock farm.
- 3. T F I am a general farm partnership or a family farm corporation, authorized farm corporation, family farm partnership, or authorized farm partnership.
- 4. T F My total net worth, including the assets and liabilities of my spouse and dependents, does not exceed program maximum.
- 5. T F I hold an appropriate feedlot permit or will be using the loan under this program to meet registration requirements.
- 6. T F I have a financial need and the ability to repay the loan.
- 7. T F I have never received an RFA participation loan before. If false, enter RFA participation loan #: _____.

I HEREBY CERTIFY that I have read and circled the eligibility criteria above, that I am eligible for the program indicated, and have submitted my \$50 non-refundable application fee.

(Signature) (Spouse) (Date)

PART 5: LENDER CERTIFICATION:

I HEREBY CERTIFY that I have reviewed the above criteria with the applicant and believe that the applicant is in compliance with the rules of the Rural Finance Authority and the Participation Agreement which we have executed.

(Authorized Signature) (Title) (Date)

The lender must submit the following documents with this application:

\$50 non-refundable application fee; cash flow projection for the next complete production year; three years of borrower's income tax statements; loan narrative and risk rating analysis; qualified financial statement; and RFA Loan Agreement and Note (rough draft).

Collateral being offered to secure loan: _____

(Financial information is confidential by law)

PART 6: RFA APPROVAL/DISAPPROVAL OF APPLICATION:

_____ Approved for RFA participation and closing. _____ Not approved.

Participation has been assigned the following number: _____

Comments: _____

(Authorized Signature) (Title) (Date)

Note: If not approved, either the applicant or lender may petition for reconsideration. Call the RFA office for further information.

PART 7: LENDER CERTIFICATION OF LOAN CLOSING:

This loan was closed on: _____
(Date)

(Authorized Signature) (Title) (Date)

(After closing, forward copies of security documents to the RFA)

PART 8: FINANCING INFORMATION:

- A:** Loan proceeds may be used to purchase livestock-related equipment and to make livestock facilities improvements.
- B:** Refinancing of existing debt is not an eligible purpose.

List the equipment purchased or the facility improvements and the estimated cost of each:

Item:

Cost:

_____	_____
_____	_____
_____	_____
_____	_____
_____	_____

Total Cost of Equipment:

\$_____

PART 9: STATEMENT OF EXPERIENCE (By Applicant):

Describe your farming operation. How does this project change your present situation? (Attach a separate sheet if needed.)

FOR STATISTICAL PURPOSES ONLY – NOT USED FOR CREDIT ANALYSIS – PLEASE COMPLETE

Age/s: _____ Post H.S.: T or F
Married: T or F College Degree: 2 yr. or 4 yr.
Children T or F School: _____
H.S. Graduate: T or F Major: _____

(Signature)

(Spouse)

(Date)

APPLICATION INSTRUCTIONS TO APPLICANTS:

1. Meet with a potential lender. Lender participation in RFA programs is completely voluntary, and will vary over time and throughout the state. The RFA cannot make direct loans to individuals. The RFA may only purchase a portion (called a participation interest) in a loan made by a participating financial institution. By purchasing this participation interest, the RFA is able to reduce the interest rate paid by the farmer.
2. Remain in contact with your lender as you proceed with the development of your farm business management plan.
3. You can only participate in the program through an approved lender. Keep them well informed. They may suggest alternatives and advise you of other considerations that could affect their evaluation of your credit needs and their credit decision.

Americans with Disabilities Act

In accordance with the Americans with Disabilities Act, this information is available in alternative forms of communication upon request by calling 651-201-6000. TTY users can call the Minnesota Relay Service at 711 or 1-800-627-3529. The MDA is an equal opportunity employer and provider.

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