

IDAHO STATE DEPARTMENT OF AGRICULTURE LOAN PROGRAM

ELIGIBILITY

The Idaho Agricultural Development Loan Program is administered by the Idaho State Department of Agriculture to offer financing and assistance to individuals and organizations in Idaho whose Agricultural projects or efforts will provide for Rural Economic Development in Idaho and who cannot obtain credit from conventional sources.

Applications will be reviewed and approved or disapproved based on:

- The ability of the project to provide for rural Economic Development in a given geographical area.
- Analysis of proposed project in terms of risk, business/market planning, financial soundness, and credit-worthiness.
- Special consideration will be given to those projects which meet the above requirements and show a high level of innovation and initiative.

Loan applicants will receive equal consideration without regard to race, color, religion, sex or national origin.

APPLICATION

The application must be accompanied with a letter outlining the purpose of the loan before consideration will be given.

Upon receipt of the application and related documents, the Program Manager will determine the initial eligibility. Upon initial approval of eligibility, additional documentation may be required to determine final loan approval. The final approval, including loan amount, interest rates, and term shall be the sole decision of the Agricultural Development Loan Committee with approval from the Director of the Idaho State Department of Agriculture.

The Agricultural Development Loan Committee will be comprised of the following Development personnel: Fiscal Officer, Deputy Attorney General, Marketing and Development Division Administrator, and Loan Program Manager.

All applicants will be advised of the disposition of their request, and those declined shall have the opportunity to reapply as often as desired.

APPLICATION DOCUMENTS

The following documents must accompany the application:

1. Completed application
2. Current, confirmed financial statements
3. A copy of latest Federal tax return
4. Reference letters
5. Proof of credit denial
6. Loan purpose letter
7. Budget
8. Business plan

No loan proceeds shall be issued until all relevant documentation is in place and required security instruments are filed.

Department staff will maintain a running record of all contacts, correspondence, transactions, and shall review each loan annually to audit compliance to loan agreements.

REPAYMENT

Repayment schedules will be determined on a case-by-case basis and will be specified on the Promissory Note.

DELINQUENCY

When a loan payment becomes delinquent, Department staff will contact the borrower to obtain essential information concerning his/her financial condition. If satisfactory arrangements for payment cannot be arranged within 90 days of loan payment date, the loan may be called due and payable or turned over for credit collection.

BANKRUPTCY

Upon notice that a borrower has filed for protection under the federal bankruptcy law, the borrower's loan will be referred to the office of the Idaho Attorney General.

SECOND LOANS AND LOANS TO OTHER FAMILY MEMBERS

It is the purpose of the Idaho Agricultural Development program to help as many different individuals as possible; therefore, second loans to approved borrowers or loans to different members of the same family shall be avoided. In cases where additional funds are necessary to protect the integrity of the project or when it appears that additional funding may be required to protect the collateral, second loans may be issued upon approval of the Agricultural Development Loan Committee and the approval of the Director of the Idaho State Department of Agriculture.

ASSISTANCE

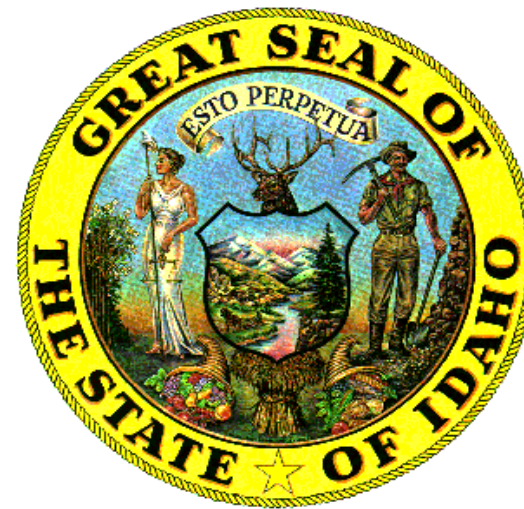
Help is available for developing a sound business plan through local university extension agents and small business development centers.

FOR FURTHER INFORMATION

Idaho State Department of Agriculture
P.O. Box 790
Boise, Idaho 83701
Tel: 208-332-8514
Fax: 208-334-2879
Email: kelly.nielsen@agri.idaho.gov
Website: www.agri.idaho.gov

APPLICATION

| | | | | |
|----------------------------------------------------------------------------------------------------------------------------------------------------|--------------|---------------|----------------------|-----------------|
| Last Name | First | MI | Date of Birth | SSN |
| Spouse Name | | | Date of Birth | SSN |
| Street Address | | | | |
| City | | County | | Zip Code |
| Phone | | Fax | | Email |
| Purpose of Loan | | | | |
| Attach any additional information | | | | |
| Employer | | | Address | |
| Employer (Spouse) | | | Address | |
| Amount Requested | | | | |
| <p align="center">I further certify that I am a resident of Idaho</p> <p align="right">_____ Signature</p> <p align="right">_____ Date</p> | | | | |
| <p>(Incomplete applications will be returned without action)</p> | | | | |



AGRICULTURAL DEVELOPMENT LOANS



APPLICATION CHECK LIST

- Application
- Financial Statements
- Copy of Latest Federal Tax Return
- Reference Letters
- Proof of Credit Denial
- Loan Purpose Letter
- Budget
- Business Plan

Idaho State Department of Agriculture
 2270 Old Penitentiary Road
 P.O. Box 790
 Boise, Idaho 83701
 Tel: 208-332-8514
 Fax: 208-334-2879
 Website: www.agri.idaho.gov

Financial Assistance
By

Idaho State Department of Agriculture