

AGRICULTURAL LOAN PARTICIPATION APPLICATION

General Information

The accompanying forms are for your use to apply for an IFA Agricultural Participation Loan. Please review the forms carefully before filling them out. Your IFA Ag Funding Manager, and the IFA Ag Program Administrator located at our Mt. Vernon office, are available to help walk you through the Program and answer any questions you might have.

The information requested in this application will be used to evaluate the project for IFA financing and is similar to that required by most lending agencies. The application material will be thoroughly reviewed by Authority staff members, credit review committee and outside counsel, as well as the Ag Committee of the Board. Upon recommendation of the Authority's staff, the final decision to approve the project will be made by IFA's Board of Directors at a regularly scheduled board meeting. If additional space is required for completion of the information requested, or if the applicant desires to submit additional data, supplemental attachments should be prepared. Do not condense the information furnished at the expense of a clear understanding of the project by staff members of IFA.

We are prepared to give swift action to those applications that are complete and accurate. Our Board of Directors meets monthly -- meeting dates for each fiscal year are published on our web site www.il-fa.com. The applicant will be notified when their application will be considered. Notification will include date, time and place of the meeting. While not required, applicants are welcome to attend the meeting in the event there are board questions that are not addressed in the staff summary.

IFA will provide a complete summary of our fee schedule during the initial interview. Be certain that the required initial application fee accompanies the application when it is submitted to our office.

Applicant Requirements

- 1) Loan Application
- 2) 3 Years of Balance Sheets including a current year balance sheet
- 3) 3 Years of Income History
- 4) Projected cash flow statement
- 5) Credit Bureau report
- 6) Appraisal(s) - if applicable
- 7) Pro Forma Balance Sheet –
- 8) Construction of New Farm Facility – If the proceeds from the loan are to be used to construct a new facility, an “as if completed” appraisal must be submitted incorporating plans and specifications. Funds will not be released from IFA until project is 100% complete.
- 9) Renovation of Farm Facility – If funds are to be utilized for renovation of an existing facility, signed proposal or cost estimates from the contractor should be submitted with the completed application, along with an “as if completed” appraisal. Funds will not be released from IFA until project is 100% complete.
- 10) Required Non Refundable Application Fee in the amount of \$200.00.

If the Board of Directors approves the application, a letter of commitment will be issued. The letter of commitment is normally valid for a period of six months. The commitment may be extended by administrative action, if the project is still viable at the end of the six-month period. If an extension is requested, the applicant and/or guarantors may be required to submit current financial information. If approved by our Board of Directors, we will be in a position to close the loan and disburse the funds once all the contingencies contained in the approving resolution have been complied with.

THIS STATE AUTHORITY IS REQUESTING DISCLOSURE OF INFORMATION THAT IS NECESSARY TO ACCOMPLISH THE STATUTORY PURPOSE AS OUTLINED UNDER ILLINOIS COMPILED STATUTES (20 ILCS 3501). DISCLOSURE OF THIS INFORMATION IS VOLUNTARY. HOWEVER, FAILURE TO COMPLY MAY RESULT IN THIS FORM NOT BEING PROCESSED.

AGRICULTURAL LOAN PARTICIPATION APPLICATION

(IFA USE ONLY)

\$200 application fee

For Loans Made by Lending Institutions

(Please print or type)

Loan Number _____

Application Fee Received _____

A. COMPANY**1. Legal Name and Address of Applicant:**

Name Address

City State Zip Code (9 digit) County (where project is located)

Contact Person Title (_____) Telephone Number

2. Name and Address of Principal Occupant or User (if different from #1)

Name Address

City State Zip Code (9 digit) County (where project is located)

3. Type of Business (grain farm, swine production, dairy, etc.):

4. **SIC/NAICS Code:** _____ **SIC/NAICS Category:** _____5. **Federal Tax ID Number** _____**6. Form of Organization of Borrower(s)**a. Individual Proprietorshipb. Partnership: General Limited Illinois Other State: _____c. Corporation: Private Public

State of Incorporation: _____ Date: _____

d. Other: _____**7. Is the Company Wholly or Partly Owned by Any Other Business?**No
Yes

(Explain):

8. Names and address of principal shareholders (10% or more) and/or all general partners:

<u>Name</u>	<u>Address</u>	<u>% of Ownership</u>

Management: List those people who will be responsible for the management of the company.

<u>Name</u>	<u>Position</u>	<u>Percent Ownership</u>	<u>Date Started With Company</u>

9. History of Business:

Show date established, employee growth, sales growth, profit growth and the roles of company officials, if established Business, etc.

B. PROJECT**10. Project Description:**

Briefly describe all elements of the proposed project, including land acquisition, building construction, acquisition and/or renovation, equipment purchases and installation, etc; give the estimated project time frame (project commencement and completion dates). If the applicant will occupy less than 100% of the building, provide information regarding the tenant(s). Include tenant name, type, and amount of space to be leased. Describe what the facility is to be used for and by whom.

11. Describe the products to be produced at the proposed facility or property:

15. Site Improvements (i.e water, buildings, grain storage, etc.):
16. Districts:

U.S. Congressional _____ Illinois House _____ Illinois Senate _____

17. Building Information:

	Existing Structure(s)	New Construction
Number of Buildings	_____	_____
Dimensions	_____	_____
Square Feet	_____	_____
Number of Stories	_____	_____

Construction Type:

- Masonry
- Metal
- Other: _____

Type of Use:	Existing Structure(s) Percentage	New Construction Percentage
Office	_____	_____
Retail	_____	_____
Manufacturing	_____	_____
Warehouse/Distribution	_____	_____

18. ENVIRONMENTAL SURVEY (Livestock Projects)
(To be Completed by Applicant)

Please answer the following questions concerning your livestock operation and attach additional information if needed. All Illinois livestock operations must meet regulations established by the Livestock Management Facilities Act.

If the collateral is real estate, please have the applicant(s) complete Part III, page 5 **Environmental Survey**, and answer if are you aware of any environmental risks or hazards? Yes No .

If yes, please detail _____

1. Has an environmental site assessment ever been prepared for this property? Yes No . If yes, attach copy.
2. Are there any underground tanks located on the property? Yes No . If yes, please attach a map illustrating the number of tanks, size, type, age, their location, and indicate if they are currently in use.
3. Are there any wells for water, oil, or gas located on the property? Yes No . If yes, please attach a map illustrating the number of wells, type, their location, and indicate if they are currently in operation.

4. What is your source of water for your livestock operation? _____

5. Please state the type of operation, number of head and describe the manure handling facilities and system of disposal.

6. Will the livestock operation be operated or managed by someone who has a Certified Livestock Facility Manager designation? Yes No .

7. Do you have a Waste Management Plan? Yes No . If yes, please attach a copy of the plan.

8. Are there any manure lagoons with your livestock facility? Yes No .

9. In miles or fractions thereof, how close is the nearest residence not associated with the ownership of your livestock facility? _____ mile(s).

10. Are you now or have you ever been involved in any investigation, dispute or litigation with the Illinois or Federal Environmental Protection Agency, Illinois Department of Natural Resources, Illinois Department of Agriculture or similar regulatory agency? Yes No . If yes, please explain _____

11. Is there any other environmental problem(s) associated with this property other than the ones previously mentioned? Yes No . If yes, please explain. (Example: landfills, electrical transformers, contaminates, hazardous substances, used pesticide containers, pesticide spills, other business activities, environmental concerns from neighboring properties, flooding, proximity to streams, or other)

C. TOTAL PROJECT FIXED COSTS

19. Project Expenditures

Land Cost	_____
Building Costs	_____
Equipment Cost	_____
Engineering and Legal Fees	_____
Contingency	_____
Other	_____
Total Project Fixed Costs	_____

D. FINANCING

20. Proposed Financing

	% of Project Cost	Terms		
		Yrs.	Int. Rate	
a. Illinois Finance Authority – Land Building				\$
b. Illinois Finance Authority – Equipment				
c. Banks s (Insurance Co., etc) Address				
d. Government Funds (CDAP, etc.) Address				
e. Equity, cash invested by owner, (If borrowed, state source and terms of loan in attachment.)				
f. Other				
g. TOTAL PROJECT COST (Should agree with the total of Item 18)	100%			\$

21. Working Capital:

List sources of working capital available to you, including lines of credit.

Source	Amount
_____	\$ _____
_____	_____

22. Federal & State Funding Sources and Contractual Agreements:

Please describe below any Federal or State Funding Sources that the corporation receives:

Funding Agency	Funding Type	Certification Status	Total Amount Provided (Annually)
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____

Also, please describe any Federal or State Contractual Agreements (i.e. State Contracts):

23. Guarantees:

- a. If repayment of the loan is to be guaranteed by an entity other than the borrower, please list the name and address of the guarantor(s), and their relationship to the borrower:

Name _____		Name _____	
Address _____		Address _____	
City _____	State _____	City _____	State _____
Zip Code (9 digit) _____	Relationship _____	Zip Code (9 digit) _____	Relationship _____

- b. The Illinois Finance Authority requires loan repayments to be guaranteed by the owner(s) and/or partners of the business, or other interested parties. Exceptions to this requirement require detailed explanations. Please list all guarantors below and have each complete and sign a Statement of Personal History and Personal Financial Statement.

E. COLLATERAL

Please describe fully the collateral to be offered to the Illinois Finance Authority as security for the loan (i.e., first or second mortgage, first or second lien on equipment, personal guarantees, corporate guarantee, co-signer, etc.)

F. EMPLOYMENT
24. Current and Projected Employment:

The purpose of the Illinois Finance Authority is to create new, permanent jobs and/or assist in the retention of existing jobs. The Authority places a great deal of emphasis on this section in arriving at their final decision regarding approval or disapproval of this application. We urge you to be as thorough and accurate as possible in arriving at your estimates.

Total Current and Projected: Employment, Annual Payroll, and Production Shifts

Employment Categories	Total Current Employment	Total Employment 1 Year After Project Completion	**Total Employment 2 Years After Project Completion
Professional	_____	_____	_____
Clerical and Administrative	_____	_____	_____
Skilled	_____	_____	_____
Semi-Skilled	_____	_____	_____
Unskilled	_____	_____	_____
Other	_____	_____	_____
TOTAL	_____	_____	_____
Annual Payroll	_____	_____	_____
Number of Shifts/Day	_____	_____	_____

*Includes current employees and the total new employees management estimates will be added at the end of the first year after project completion.

**Includes current employees, the employees added during the first year, plus new employees estimated to be added during second year of operation after project completion.

- 25. If this application pertains to the retention of existing jobs, please state the number of employees to be retained, and explain why these jobs would be eliminated or reduced if the loan is not approved.**

employees retained _____

Explain:

- 26. Please estimate the number of construction jobs (for both industrial and commercial projects) to be created as a result of this project:**

Industrial _____ Commercial _____

Estimated number of months construction workers will be employed _____

G. COMMUNITY IMPACT ECONOMIC FEASIBILITY MARKETING INFORMATION

- 27. Community Impact:**

Describe the project's overall impact on the surrounding community (i.e., increased traffic, generation of retail sales and real estate taxes to the community, environmental impact, employment opportunities, quality of life, etc.)

- 28. Economic Feasibility & Marketing Information:**

H. LEGAL DESCRIPTION OF SITE

I. CERTIFICATION BY APPLICANT

The applicant certifies by signing in the space below that the site for the proposed construction is not located in a SPECIAL FLOOD HAZARD AREA as defined and designated by the Illinois Department of Transportation, Division of Waterways; and that an investigation has been made to determine that it is not in such an area.

The Applicant certifies by signing that Environmental Survey questions were answered to the best of applicant's ability and that the answers and the explanations to the questions and the attachments are true and correct.

Applicant hereby certifies that all information contained above and in exhibits attached hereto are true to his best knowledge and belief and are submitted for the purpose of obtaining financial assistance from the Illinois Finance Authority.

Date

Applicant

By

Title

(____) _____
Phone Number

Illinois Finance Authority

By

Title

Date

J. CERTIFICATION BY LENDER

Name of Lender _____
Address _____ Phone _____
City/State/Zip _____ Fax _____
Contact Person _____ E-Mail _____

1. Principal payments on this loan must be commensurate with the useful life of the collateral.
 - a. Please denote the number of years. _____ (The maximum length is 15 years)
 - b. Payments will be scheduled: annually, semi-annually, quarterly, or monthly
 - c. Principal payments shall be based upon: (denote 1 or 2 or 3)
 1. Amortized payments of interest and principal;
 2. Equal principal payments of \$ _____ plus interest; or
 3. Other special plan _____

2. Currently, is the applicant(s) delinquent on any debt or has the applicant(s) been delinquent on any debt in the last three years? Yes No If yes, please identify the delinquency(s). _____
Has the applicant(s) filed bankruptcy in the past seven years? ? Yes No

3. Please detail the strengths and weaknesses of the applicant(s) and this project. (or attach your loan narrative)

I hereby certify that my lending institution meets all of the eligibility requirements for the Participation Loan Program. I understand all the terms and stipulations of the program and I agree to adhere to the Participation Agreement and all of IFA's guidelines, rules and regulations required to secure and keep intact or otherwise apply to a Participation Loan. I further certify that I have reviewed the entire application, including those portions completed by the applicant, and all information on the application, including the financial statements attached, is true and correct.

Date: _____

Signature of Lender

K. PROFESSIONAL REPRESENTATION FOR THE COMPANY

(TO BE COMPLETED BY APPLICANT)

ATTORNEY REPRESENTING COMPANY:

Name_____
Address_____
City_____
Zip Code (9 digit)(____)_____
Phone Number

ACCOUNTANT REPRESENTING COMPANY:

Name_____
Address_____
City_____
Zip Code (9 digit)(____)_____
Phone Number**Confidential Information**

If any personal or company information provided above is considered private and confidential information, please indicate below.

IFA Nondiscrimination Policy

The Illinois Finance Authority prohibits discrimination in all its programs and activities on the basis of race, color, national origin, age, disability, and where applicable, sex, marital status, familial status, parental status, religion, sexual orientation, genetic information, political beliefs, and reprisal. Persons with disabilities who require alternative means for communication of program information (Braille, large print, audiotape, etc.) should contact: TTY 800/526-0844 / Voice 800/526-0857.

FOR AUTHORITY USE ONLY

Date Application Submitted _____

Application Fee Paid \$ _____

Date Application Considered by IFA Board _____

Application: Approved Disapproved

Date Submitted to Attorney _____

Date of Closing _____

Date Funds Disbursed _____

Date Legal Fees Paid by Applicant _____

Terms: Interest Rate _____

Number of Months _____

Monthly Payment _____

Thank you for completing the Agricultural Participation loan application. Please mail the application to the address below or you may submit the application electronically through our website. All applications may be printed from our website if you need additional forms. IFA Board meetings are usually scheduled for the second Tuesday of each month. Please try to submit your application before the end of the first week of the month to ensure time for us to review. If you have any questions regarding the application process, financial records, appraisals, or other loan terms and conditions, please call us at the number below.

Have you determined?

- The amount of the loan
- The number of years for the loan
- The interest rate for the loan.
- The interest rate index (if applicable)
- The collateral for the loan

Have you enclosed?

Application

- Application
- \$200 Application Fee

Financial Records

- 3 Years of Balance Sheets including a current year balance sheet
- 3 Years of Income History
- Projected cash flow statement
- Credit Bureau Report
- Appraisal(s) if available

The Illinois Finance Authority is an independent, self-funded state authority offering a variety of loan programs mutually beneficial to farmers and lenders. Contact us at the number below for more information on the Beginning Farmer Bond Program, Beginning Farmer Contract Bond Program, Debt Restructuring Loan Guarantee Program, Young Farmer Guarantee Program, Specialized Livestock Guarantee Program, Agri-Industries Loan Guarantee Program, and/or the Value-Added Stock Purchase Loan Guarantee Program.

Serving Illinois Agriculture One Family at a Time Since 1982

Offices of the Illinois Finance Authority

<i>Chicago</i>	<i>180 N. Stetson Ave, #2555, Chicago, IL 60601</i>	<i>312.651.1300</i>	<i>312.651.1350 fax</i>
<i>Mt. Vernon</i>	<i>2929 Broadway, Suite 7B, Mt. Vernon, IL 62864</i>	<i>618.244.2424</i>	<i>618.244.2433 fax</i>
<i>Peoria</i>	<i>100 S. W. Water St., Peoria, IL 61602</i>	<i>309.495.5959</i>	<i>309.676.7534 fax</i>
<i>Springfield</i>	<i>620 E. Adams St., Third Floor, Springfield, IL 62701</i>	<i>217.782.5792</i>	<i>217.782.3989 fax</i>

www.il-fa.com

TTY: 1.800.526.0844 | VOICE : 1.800.526.0857