



(IFA USE ONLY)

Loan Number _____

Application Fee Received _____

AGRI-INDUSTRIES GUARANTEE APPLICATION

\$300 application fee

For Loans Made by Lending Institutions

(Please print or type)

Part I - REPRESENTATION OF APPLICANT(S)

(To be Completed by Applicant(s))

Name of Business Type your information into the gray boxes _____ Tax I.D. # _____

Full Legal Name Use Tab or mouse to proceed to the next box _____ Year of Birth _____

Full Legal Name _____ Year of Birth _____

Address _____

City/State/Zip _____ Phone _____

County Where Project will be Located _____

1. Amount of State Guarantee Program for Agri-Industries (SGPAI) Loan request \$ _____
Please round to the nearest thousand.

2. Please provide a brief description of the project and related cost or attach a business plan of the proposed project.

3. If any existing debt is being refinanced, please detail the amount of the loan and the current interest rate. Debt may be refinanced to improve lien position.

4. Please list the collateral that will be pledged to secure the SGPAI Loan.

5. Please attach your last **three years balance sheets** including a current balance sheet, a **proforma balance sheet** if different than the current balance sheet, and **three years of income history** (tax returns or other records). Also, please attach a multi-year **cash flow statement** of the proposed project.

6. What is your contingency plan for the business operation in the event of your death or disability?

7. Please explain how this project will assist your business operation? _____

8. Please explain how this project will benefit the local economy? _____

9. Are you receiving any other types of state or federal assistance (ie., grants, loans, guarantees etc.) for this project?

Yes No If yes, please explain: _____

10. Each applicant understands and agrees that:

- a. the total closing fee for this loan is 1.00% of the gross loan. A \$300 nonrefundable application fee will be paid at the time of application. This application fee will be deducted from the 1.00% fee at closing;
- b. I will pay all fees which may arise from the SGPAI Loan such as: appraisals, credit reports, lien searches, title work, and document recording;
- c. the interest rate on the SGPAI Loan shall be adjusted annually on the anniversary date unless written with a fixed or longer term interest rate;
- d. the SGPAI Loan will mature in fifteen years or less;
- e. the projected cash flow must adequately service the debt of the operation;
- f. the collateral and performance on this SGPAI Loan will be reviewed annually, I will be required to provide my lender with a current balance sheet annually, and I may have to pledge additional collateral in the future if the value of the collateral becomes insufficient to adequately secure the loan;
- g. capital purchases made or construction projects completed not more than six months prior to IFA loan approval are eligible;
- h. all of my debts must be current at the time the SGPAI Loan is closed;
- i. IFA and my lender will have the final approval of this loan request. Submitting this application does not ensure that my SGPAI Loan request will be approved; and
- j. if IFA and my lender approve this loan request, this approval is not transferable to another lender without written consent of this lender and IFA.

11. Each applicant hereby certifies that:

- a. I am a resident of the State of Illinois;
- b. I am the principle operator and/or materially involved in the operation; and
- c. the project will be located in Illinois.

12. I hereby certify that I have read the "Program Summary for the State of Illinois State Guarantee Program for Agri-Industries" and that I meet all of the eligibility requirements for the program. I understand all the terms and stipulations of the program and I agree to adhere to all of IFA's guidelines, rules and regulations required of me to secure and keep intact, or which otherwise apply to a SGPAI Loan. I further certify that I have reviewed the entire application, and that all information on the application, including the financial statements attached, is true and correct.

Date: _____

Signature of Applicant

Signature of Applicant



Part II - REPRESENTATION OF LENDER AND SECURITY ANALYSIS

(To be Completed by Lender)

Name of Lender _____

Address _____ Phone _____

City/State/Zip _____ Fax _____

Contact Person _____ E-Mail _____

1. Amount of State Guarantee Program for Agri-Industries (SGPAI) Loan request \$ _____
Please round to the nearest thousand.

2. Please provide a designation of the proposed interest rate to be charged to the borrower for the SGPAI Loan and, if a variable rate, what index will be used; a designation of what the interest rate would be without the SGPAI Loan Program; and the conversion features, if any, from a fixed interest rate to a variable interest rate.

3. 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 _____

4. Please provide a brief description of the project and related cost or attach a business plan of the proposed project.

5. What collateral will be pledged as security for the SGPAI Loan and attach any appraisal(s) if available?

6. Please describe any existing liens that are now on the proposed collateral and indicate if any existing debt will be refinanced to improve the lien position.

<u>Collateral</u>	<u>Lien Holder</u>	<u>Loan Amount</u>	<u>Terms & Interest Rate</u>	<u>Will be Paid Off With SGPAI?</u>
_____	_____	_____	_____	Yes No
_____	_____	_____	_____	Yes No
_____	_____	_____	_____	Yes No
_____	_____	_____	_____	Yes No

Please attach the applicant's last **three years balance sheets**, including a current balance sheet and a pro-forma balance sheet if different than the current balance sheet; **three years of income history** (tax returns or other records); and a **credit bureau report**. Please attach a multi-year **cash flow statement** of the proposed project. If the project involves a contract, network (or similar) arrangement, please provide a copy of the proposed contract. If Borrower is required to file with the Illinois Department of Agriculture a Notice of Intent to Construct a New Livestock Management Facility or Livestock Waste Handling Facility, please attach a copy.

8. 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)._____

9. Has the applicant(s) filed bankruptcy in the last seven years? Yes No
If yes, please indicate the year of filing. Year _____

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

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

12. The lender understands and agrees that:

- a. the SGPAI Loan will mature in fifteen years or less;
- b. the interest rate must be less than a market rate of interest generally available to the borrower as determined by IFA. The interest rate will be adjusted annually on the anniversary date unless written with a fixed rate or converted to a fixed rate or written on a different variable term basis;
- c. the applicant's debts must be current at the time the SGPAI Loan is closed;
- d. my lending institution will pay IFA an annual fee equal to 1/4 of one percent of the principal balance of the SGPAI Loan calculated on the anniversary date;
- e. my lending institution will assume all responsibility and costs for pursuing legal action on collecting any SGPAI Loan that is delinquent or in default;
- f. collateral must be disposed of 14 months from the date the SGPAI Loan goes into default and reimburse the State from said sale. The lender also understands that if they have not reimbursed the state within this 14-month period, then my lending institution is liable to start paying interest on the SGPAI Loan equal to the same rate which would be due from the applicant if the loan was still intact;
- g. my lending institution will be responsible for the first 15% loss of principal and interest on the SGPAI Loan;
- h. my lending institution must request written approval on the sale of all collateral on SGPAI Loans; and
- i. any misrepresentation by lender or material misstatement of information on this application or otherwise in connection with this SGPAI Loan can result in the Guarantee being revoked or terminated.

13. I hereby certify that I have read the "Program Summary" for the State of Illinois State Guarantee Program for Agri-Industries" and that my lending institution meets all of the eligibility requirements for the program. I understand all the terms and stipulations of the program and I agree to adhere to the Lender's Agreement and all of IFA's guidelines, rules and regulations required to secure and keep intact, a SGPAI 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



Part III - ENVIRONMENTAL SURVEY
(To be Completed by Applicant)

PLEASE NOTE: If real estate is not pledged for collateral, this part does not need to be completed. Attach additional pages if needed.

1. Has an environmental site assessment ever been prepared for this property? Yes No
If yes, please 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. Is there a livestock operation on the property? Yes No If yes, please answer the following questions.
 - a) What is your source of water for your livestock operation? _____
 - b) Please state the type of operation, number of head and describe the manure handling facilities and system of disposal. _____
 - c) Will the livestock operation be operated or managed by someone who has a Certified Livestock Facility Manager designation? Yes No
 - d) Do you have a Waste Management Plan? Yes No If yes, please attach a copy of the plan.
 - e) Are there any manure lagoons with your livestock facility? Yes No
 - f) In miles or fractions thereof, how close is the nearest residence not associated with the ownership of your livestock facility? _____ mile(s).
 - g) 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 _____
5. 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, contaminants, hazardous substances, used pesticide containers, pesticide spills, other business activities, environmental concerns from neighboring properties, flooding, proximity to streams, or other) _____

I hereby certify that I have answered the Environmental Survey questions to the best of my ability and that the answers and the explanations to the questions are true and correct.

Date: _____

Signature of Applicant

Signature of Applicant



Thank you for completing the State Guarantee Program for Agri-Industries 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 third 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 Part I** - Applicant's section pages 1 and 2
- Application Part II** - Lender's section pages 3 and 4
- Application Part III** - Environmental Survey page 5 (if real estate is collateral)
- \$300 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
- Business Plan of the Proposed Project

The Illinois Finance Authority offers a variety of loan programs. Contact us at the number below for more information on the Beginning Farmer Bond Program, Contract for Deed 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

Chicago	160 N LaSalle St., Ste. C-800, Chicago, IL 60601	312.651.1300	312.651.1350 fax
Mt. Vernon	2929 Broadway, Suite 7B, Mt. Vernon, IL 62864	618.244.2424	618.244.2433 fax
Springfield	500 E. Monroe St., Third Floor, Springfield, IL 62701	217.782.5792	217.782.3989 fax

www.il-fa.com

TTY: 1.800.526.0844 | VOICE : 1.800.526.0857