



(IFA USE ONLY)

Loan Number _____

Application Fee Received _____

AGRICULTURAL RESTRUCTURING DEBT GUARANTEE EXTENSION 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))

Full Legal Name Type your information into the gray boxes Year of Birth _____

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

Full Legal Name _____ 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 Agricultural Restructuring Debt (ARD) Loan request \$ _____
Please round to the nearest thousand; there is a \$500,000 maximum.

2. If this is an increase from your current State Guarantee loan principal balance, complete questions 2a and 2b:

a. Specify which additional debt(s) will be consolidated under the ARD Loan and the dollar amount of each.

b. Please attach your last three years of **income history** (tax returns or other records) and a **cash flow statement** for the upcoming year.

3. The borrower's identified above are the applicant(s) for an extended State Guarantee loan. If there are any changes from the previous application, please describe them (ie., death, incompetency, bankruptcy, withdrawal, addition of an applicant or guarantor): _____

4. For all borrowers, please attach your **current balance sheet**.

5. Please list the collateral that will be pledged to secure the ARD Loan. _____



6. Each applicant understands and agrees that:

- a. the total closing fee for this loan is 3/4% of the gross loan. A \$300 nonrefundable application fee will be paid at the time of application. The application fee will be deducted from the 3/4% fee at closing;
- b. I will pay all fees which may arise from the ARD Loan such as: appraisals, credit reports, lien searches, title work and document recording;
- c. the interest rate on the ARD Loan shall be adjusted annually on the anniversary date unless written with a fixed or longer term variable rate;
- d. the ARD Loan will mature in thirty years or less;
- e. on each anniversary date of the ARD Loan, my lender will have the option of renewing the ARD Loan or calling it regardless of default;
- f. the collateral and performance on this ARD 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 ARD Loan;
- g. if requested, my lender may provide IFA with additional information and documentation regarding my farming operation, repayment capacity and financial position; and
- h. IFA and my lender will have the final approval of this loan request and submitting this application does not insure me that my ARD Loan request will be approved.

7. Each applicant hereby certifies that:

- a. I am a resident of the State of Illinois;
- b. I am the principal operator of a farm;
- c. the collateral I am pledging has an appraised fair market value greater than the ARD Loan; and
- d. only one (1) ARD Loan shall be outstanding for my farming operation.

8. Applicant(s) acknowledge and confirm that they have no claims, defenses or offsets to payments of their existing ARD Loan, either against IFA or their lender.

9. I hereby certify that I have read the "Program Summary for the State of Illinois State Guarantee Program for Agricultural Restructuring Debt" 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 ARD 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

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 Agricultural Restructuring Debt (ARD) Loan request \$ _____
 Please round to the nearest thousand; there is a \$500,000 maximum.

2. If this amount is an increase from the current balance, please attach the applicant's last **three years of income history** (tax returns or other records) and a **cash flow statement**. You may use your own cash flow statement or the one provided by IFA from our website.

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

4. 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 generally 20 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 _____

5. Please attach the applicant's current **balance sheet** and a **credit bureau report**.

6. The applicant's debt to asset ratio computed using the market value method and appraised values is _____%.

7. What collateral will be pledged to secure the ARD Loan and its appraised value if available? Please attach the appraisal(s) if available. _____

8. Please describe any existing liens that are now on the proposed ARD Loan collateral:

Collateral	Lien Holder	Loan Amount	Terms & Interest Rate	Paid Off with ARD?	
				Yes <input type="checkbox"/>	No <input type="checkbox"/>
_____	_____	_____	_____	Yes <input type="checkbox"/>	No <input type="checkbox"/>
_____	_____	_____	_____	Yes <input type="checkbox"/>	No <input type="checkbox"/>
_____	_____	_____	_____	Yes <input type="checkbox"/>	No <input type="checkbox"/>
_____	_____	_____	_____	Yes <input type="checkbox"/>	No <input type="checkbox"/>
_____	_____	_____	_____	Yes <input type="checkbox"/>	No <input type="checkbox"/>

- 9. 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). _____
- 10. Has the applicant(s) been delinquent in excess of 60 days on any state guaranteed loan? Yes No If yes, please indicate the year. Year(s) _____
- 11. Please state the strong and weak points of the applicant(s) and their farming operation and how this ARD Loan can assist the applicant. (add additional page if needed or attach your internal loan narrative) _____

12. **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. _____

- 13. The lender understands and agrees that:
 - a. 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 of the loan, unless written with or converted to a fixed rate or written on a different variable term basis;
 - b. the applicant's debts must be brought to a current status at the time the ARD Loan is closed;
 - c. my lending institution will pay IFA an annual fee equal to 1/4 of one percent of the principal balance of the ARD Loan calculated on the anniversary date;
 - d. my lending institution will assume all responsibility and costs for pursuing legal action and collecting any ARD Loan that is delinquent or in default;
 - e. collateral must be disposed of within 14 months from the date the ARD 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 the lending institution is liable to start paying interest on the State Guarantee equal to the same rate which would be due from the applicant if the ARD Loan was still intact;
 - f. my lending institution must request written approval on the sale of all collateral on ARD Loans;
 - g. my lending institution will be responsible for the first 15% loss of principal and interest on the ARD Loan; and
 - h. any misrepresentation by lender or material misstatement of information on this application or otherwise in connection with this ARD Loan can result in the State Guarantee being revoked or terminated.

14. I hereby certify that I have read the "Program Summary for the State of Illinois State Guarantee Program for Agricultural Restructuring Debt" and 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, or otherwise apply to a ARD Loan. I further certify that I have reviewed the entire application, including those portions completed by the applicant, and that 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, contaminates, 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 Agricultural Restructuring Debt Extension 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 Wednesday 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

- A current Balance Sheet
- Credit Bureau Report

If the loan is an increased amount, please be sure to enclose:

- 3 Years of Income History
- Projected cash flow statement
- Appraisal(s) if available

The Illinois Finance Authority Authority is an independent, self-funded state agency 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

Chicago	180 N. Stetson Ave, #2555, 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
Peoria	100 S. W. Water St., Peoria, IL 61602	309.495.5959	309.676.7534 fax
Springfield	620 E. Adams 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