



(Oregon Business Development Department)
 775 Summer St, NE, Suite 200
 Salem, OR 97301-1280
 503-986-0123

Beginning and Expanding Farmer Loan Program Application

(To be completed by the applicant—print or type all information)

Note: Approval of this application does not constitute final loan approval. If prior to closing, it is discovered that the project, in whole or in part, is ineligible for tax-exempt financing, or if the project should become ineligible, the department may refuse to complete loan processing or reduce the loan amount.

1 Type of Application (check one) Bank Loan Eligible Investor

2 Name of Applicant(s):		Age (for statistical purposes)	
Address		Telephone	
City	State	Zip	E-mail Address
3 Bond Purchaser (bank or eligible investor)			
Contact Person		Telephone	
Address		Fax	
City	State	Zip	E-mail Address

4 Purpose of Project (Check and describe how project proceeds are to be used)

<input type="checkbox"/> Purchase Land	Total Acres	Tillable Acres	CREP Acres
	Estimated value of house (A dwelling and CRP acres may limit eligibility)		
	Estimated value of outbuildings (Send appraisal if property has a dwelling or outbuildings)		
<input type="checkbox"/> Purchase Machinery			
<input type="checkbox"/> Purchase Livestock	(what and how many)		
<input type="checkbox"/> Make building or other farm improvements	Describe		
	Who owns property where improvements to be made		
	If constructing hog/livestock buildings, who will own animals in building? (If applicant will not own hogs/livestock, send copy of feeding contract and/or contact department concerning contract feeding arrangements)		

5 Financing of Project (contributions by applicant or lender)

	Land Purchase	Livestock Purchase	Machinery Purchase	Farm Improvements	Total Project
Applicant down payment					
Financed by lender--Aggie Bond					
From other sources					
Total cost of project					

6 Location of Project

List the county and tax lot number where the project is located

Location by road from nearest town: (Example: 4 miles north of Anytown, OR on State Highway 66). Roads must be identified, unless they are unmarked gravel roads, then state as such.

If the project consists of construction or acquisition of buildings, structures or other immovable property (including remodeling of or additions to existing structures), will the Beginning Farmer be the sole owner of the land on which the project will be located?
 Yes No If NO, please identify the owner(s) or co-owner(s) of the land, give the Social Security Number(s) or Federal Employers Identification Number(s) of the owner(s) or co-owner(s) and describe the length of any lease which the Beginning Farmer has on such land (including any renewal options).

7 Seller of Property

Name	Telephone		
Address	City	State	Zip

Are you acquiring the "project" directly or indirectly from a related person? Yes No
 If Yes, please explain the relationship

NOTE: Contract sales are not allowed between the beginning farmer and their grandparents, parents, children, siblings or a partnership or corporation in which the applicant or any of the foregoing relatives, individually or together, have more than a 50 percent interest. Cash/bank loans are permitted with these relatives, but the department's Fair Market Value Certificate and Related Person Certificate must be completed.

Please explain if you have begun to acquire or construct any part of the "project" for which you are requesting a loan; have entered into any contract or purchase agreement (installment or otherwise) in connection with the construction or acquisition of the "project" or have begun off-site fabrication or acquisition of any portion of the "project."

NOTE: Down payments made more than 60 days prior to approval of the application will not be eligible for tax-exempt bond financing.

8 Previous Tax-exempt Financed Projects

Have you, your spouse, minor children or any related person received tax-exempt financing of any kind in any state?

Yes No If Yes, please explain

9 Previous and Present Land Owned

Note: The following are examples of indirect land ownership:

- 1 Ownership of a beneficial interest in a trust which in turn holds land.
- 2 Ownership of shares in a family farm corporation which owns land.
- 3 A remainder interest in land which is subject to a life estate in another person.

Have you, your spouse or minor children ever directly or indirectly owned any farmland? Yes No

If your answer is no, skip to question 10.

Describe each parcel of land presently or previously owned by county location, size, time period owned and maximum fair market value while you owned it (if the ownership is indirect, also describe the means of ownership and the total amount owned (e.g., "I have a one-fourth beneficial interest in a trust; the trust holds a total of 200 acres"))

Have you, your spouse or minor children done any of the following:

- 1 performed physical work on the land? Yes No
- 2 participated in management decisions about operations on the land? Yes No
- 3 provided regular advice and consultation on the business operations on the land? Yes No
- 4 regularly inspected production activities on the land? Yes No
- 5 directly or indirectly advanced funds or paid a substantial portion of the operating expenses for operations on the land? Yes No
- 6 lived on the land? Yes No

Please describe the degree of your involvement in each activity, the frequency of your involvement and the length of time over which your involvement occurred

<p>Have you disposed of any of these parcels of land? <input type="checkbox"/> Yes <input type="checkbox"/> No</p> <p>If Yes, please identify the parcel(s) and the approximate date disposed</p>
<p>Did you, your spouse or minor children recognize income, for federal income purposes, as the result of cancellation of indebtedness with respect to any of the parcels disposed? <input type="checkbox"/> Yes <input type="checkbox"/> No</p> <p>If Yes, identify the parcel(s) with respect to which income was recognized</p>

10 Management and Labor of Project

<p>Management and labor will be provided by</p>
<p>Will any portion of the Project be used in any existing farm partnership, farm corporation, limited liability company, or other formal or informal joint farming venture, including contract feeding arrangement? <input type="checkbox"/> Yes <input type="checkbox"/> No</p> <p>If Yes, please describe</p>
<p>Will this joint operation continue after receiving this loan? <input type="checkbox"/> Yes <input type="checkbox"/> No</p>
<p>Will any portion of the “project” be used in connection with any new farm partnership, farm corporation, limited liability company, or other formal or informal joint farming venture, including contract feeding arrangement? <input type="checkbox"/> Yes <input type="checkbox"/> No</p> <p>If Yes, please explain</p>
<p>Will any of the applicants work off the farm? <input type="checkbox"/> Yes <input type="checkbox"/> No</p> <p>If Yes, amount of non-farm income anticipated</p>
<p>Where will he/she be employed?</p>
<p>Explain any other related details to non-farm income</p>
<p>Please explain what your farming operation will consist of and include the new project</p> <p>Crop acres on owned land</p> <p>Crop acres on cash rented land</p> <p>Crop acres on crop-share rented land</p> <p>Owned livestock operation</p> <p>Contract-feeding livestock operation</p> <p>Other farm operations</p>

11 Acquisition of Used Property

If your project involves acquisition of breeding or dairy stock, answer a and b; if your project involves the acquisition of property other than land or livestock (machinery, equipment, buildings or other structures, etc.), answer c.

a. Have any of the female animals to be acquired ever given birth or been put to use for dairy purposes by anyone?

Yes

No

If Yes, explain

b. Have any of the male animals to be acquired ever been put to use for breeding purposes by anyone?

Yes

No

If Yes, explain

c. Does any portion of the project consist of "used" property other than land (that is, property which has previously been placed in use for the purpose for which it was designed)?

Yes

No

If Yes, describe each "used" item, including the dollar amount of each item's purchase price which will be financed with the department loan.

12 Proposed Loan Terms (To be completed with bank or eligible investor)

Financial statement(s) from applicant and all co-applicants (including partnership, corporation, etc., in which they have financial interest) are required and must accompany this application.

Current personal financial statement (not more than 60 days old) for the beginning farmer, his/her spouse and minor children is enclosed. Yes No

Net worth of beginning farmer (including spouse and minor children): _____

\$250 application fee submitted Yes No

Current/regular interest rate offered _____ (%)

Proposed loan or contract sale terms

Tax-exempt interest rate: Fixed percent (%) OR Variable percent (%). If variable rate, indicate index used: (Example 80% of bank's prime rate, such prime rate is XX% to be adjusted semi- annually):

Total term: _____ years

Repayments: monthly quarterly semi-annually annually other (specify below)

Amount \$ _____ Does this amount include interest? Yes No

First payment due date _____

Call options as follows: _____

OR balloon _____ amount of balloon _____

13 Statement of Soil and Water Conservation Planning

This statement certifies that the above named individual has visited this SWCD office and inquired about the soil and water conservation needs for the identified farm property. Information on the following issues have been provided to the applicant:

1. The need for a soil and water conservation plan, and if appropriate, an implementation schedule for that plan.
2. Those provisions of the 1985 U.S. Food Security Act that deal with highly erodible land and wetland conservation.
3. Other state and federal assistance programs for implementing and financing resource protection efforts.

SWCD/NRCS Office: _____ Date: _____

SWCD/NRCS Signature: _____ Phone: _____

Certifications of Applicant

(To be completed by beginning farmer applicant(s))

In submitting this application, I, the undersigned Beginning Farmer, have read the following statements and hereby certify and agree that:

1. I will be a permanent resident of the state of Oregon at the time of bond issuance. True False
2. I have sufficient education, training or experience in the type of farming for which this loan is requested. True False

Attach a background letter describing the education, training or experience of you and your spouse as it relates to farming.
3. The Project shall be used only for farming by myself, my spouse and/or minor children. True False
4. None of the proceeds of the loan shall be used for the refinancing or restructuring of any existing indebtedness in whole or in part, working capital, operating purposes or for inventory or supplies for the Beginning Farmer or any related person. True False
5. I have or will have access to adequate working capital, farm equipment, machinery or livestock (if the loan proceeds are to be used to acquire agricultural land), and I have or will have access to adequate working capital or agricultural land (if the loan is to acquire depreciable agricultural property). True False
6. I agree that the loan may not be assumed by another person. True False
7. I understand and agree that I am responsible for submitting a \$250 application fee with this application and a loan processing fee equal to 1 1/2% of the principal amount of the loan to the department with the request for final eligibility determination; such fees will be used for expenses associated with the administration of the program and are nonrefundable. True False
8. I will make farming my principal occupation (off-farm income is acceptable). True False

(NOTICE: Oregon Revised Statute 192.345–192.355 and Oregon Administrative Rule 123–052 states that financial information received or prepared by the Oregon Business Development Department regarding any loan is considered confidential, subject to the provisions of the state of Oregon public records laws.)

Date

Signature of Beginning Farmer

Signature of Beginning Farmer's Spouse

Note: This application cannot be reviewed unless the department has received all of the following:

- \$250 application fee
- Background letter from applicant and lender
- Current personal financial statement witnessed by a bank officer and signed by all loan applicants
- Complete application form signed by both parties
- All required Certifications and Certificates

Certifications of Bond Purchaser

(To be completed by Bank or Eligible Investor)

The undersigned Bond Purchaser has read the following statements and hereby certifies that:

1. All of the proceeds of the bond will be used for the acquisition, construction, reconstruction, equipping and installation of land or property of a character subject to the allowance for depreciation under Section 167 of the Internal Revenue Code.
2. To the best of the bond purchaser's knowledge, each of the Certifications of the Applicant and all other information with respect to the project or applicant set forth in this application is true and correct.
3. The proceeds of the bond will not be used to provide working capital or finance inventory, supplies or other operating expenses for the applicant or any related person, or be used to refinance or restructure any portion of existing indebtedness.
4. The Bond Purchaser requests the Authority to issue and sell its bond to the Bond Purchaser for the purpose of financing the project to the extent thereof.
5. The lender has not on the date hereof, financed or otherwise advanced money to the Beginning Farmer or any Related Person in connection with the Project.

Date

Name of Bank or Eligible Investor Bond Purchaser

By _____
Signature of Official of Bank or Eligible Investor

Print or Type Name and/or Title

Related Person Certificate

(To be completed only if seller is grandparent, parent or sibling)

The undersigned Seller(s) owns the following Agricultural Land, Agricultural Improvements and/or Depreciable Agricultural Property (the "project"):

Which is being sold to _____ (the "Beginning Farmer") and is being financed with proceeds from a Beginning and Expanding Farmer Revenue Bond to be issued by the Oregon Business Development Department.

The Seller hereby certifies that the project is being sold to the Beginning Farmer for its Fair Market Value and subsequent to such sale, the Seller will not have any other direct or indirect ownership or use of the project.

IN WITNESS WHEREOF, we have undertoo set our official signatures as of the _____ day of _____, _____ .

SELLER

By	Print or Type Seller Name	Signature of Seller
By	Print or Type Spouse's Name	Signature of Spouse

Fair Market Value Certificate

(To be completed only if seller is grandparent, parent or sibling)

The undersigned on behalf of _____ (the "Lender" in connection with the sale from _____ (the "Seller") of Agricultural Land, Agricultural Improvements and/or Depreciable Agricultural Property as identified:

To _____ (the "Beginning Farmer"), to be financed with the proceeds of a Beginning and Expanding Farmer Revenue Bond to be issued by the Oregon Business Development Department, hereby certifies that the purchase price being paid by the Beginning Farmer to the Seller for the Project is the Fair Market Value of the Project. Attached hereto is a copy of any appraisal establishing the Fair Market Value of the Project.

IN WITNESS WHEREOF, I have hereunto set my official signature as of the _____ day of _____, _____ .

LENDER

Lender/Bank Name	Signature of Loan Officer
	Print or Type Name of Loan Officer Title



Demographic Questionnaire

To be completed by all business owners when possible. We encourage you to answer the voluntary demographic questions below. Answers to the questions will help Business Oregon track programmatic outcomes and deliver on our agency vision to advance economic opportunity for all Oregonians. Your responses will only be reported in aggregate. The information, or declining to provide it, will not subject you to any adverse treatment and will have no impact on agency decision making regarding qualifications for any program or service. This information may be subject to public disclosure pursuant to Oregon Public Records Law.

Applicant Business or Organization Name

Personal Information

Owner Name

What is your business ownership percentage?

(each owner should complete and submit a separate survey)

What is your race? Select all that apply

American Indian or Alaska Native

Asian

Black or African American

Native Hawaiian or Pacific Islander

White

Prefer not to answer

Other (please specify)

What is your ethnicity? Select one:

Hispanic/Latino

Non-Hispanic/Latino

Prefer not to answer

Please describe your ancestry or national origin (example: Russian, Vietnamese, Somali, German, Hmong, Mexican, etc.)

Prefer not to answer

What is your gender?

Female

Male

Other (please specify)

Prefer not to answer

Are you a person with a disability, per the definition below?

The Equal Employment Opportunity Commission (EEOC) defines a covered disability under the Americans with Disabilities Act (ADA) as a physical or mental impairment that substantially limits one or more major life activities, a history of having such an impairment, or being regarded as having such an impairment.

Yes

No

Prefer not to answer

Have you ever served in the U.S. Armed Forces, Reserves, or National Guard (including currently)?

Yes

No

Prefer not to answer

Are you a member of a federally recognized tribe?

Yes (please specify)

No

Prefer not to answer