



Farm Disaster Relief Loan Program Fact Sheet

- Purpose:** This program is designed to allow North Dakota farmers and ranchers impacted by recent weather related events the ability to restructure their debt with low cost rates.
- Applicant:** Any North Dakota farmer or rancher.
- Funding Limit:** BND maximum participation amount of \$500,000. BND will participate up to a maximum of 75% of the loan.
- Lead Lender:** Any financial institution.
- Use of Proceeds:** Refinance term debt or amortize operating carryover.
- Interest Rate:** BND's interest rate to be fixed at 4.75% for 5 years or variable at BND Base Rate minus .5%. The interest rate charged by the lead lender on its percentage may not exceed BND's base rate by more than 3%. The lead lender may also charge up to .25% service fee.
- Fees:** BND to receive a \$250 origination fee.
- Loan Terms:** Up to a 10 year amortization with 5 year balloon on chattels. Up to a 25 year amortization with 5 year balloon on real estate.
- Collateral:** Maximum loan to value ratio of 75% on chattels. Maximum loan to value ratio of 75% on real estate.
- Eligibility:** Applicant must have a farming or ranching operation in North Dakota and provide evidence of a financial loss.
- Application Period:** April 16, 2009 - June 1, 2010