

**Rural Rehabilitation Loan Proposal**  
1/26/2024

Loan #  
Cache County

**EXCEPTION:** Policy states that the loan limit is <\$600,000, The loan combined loan request is at \$833,562.49 and higher than policy amount.

New Loan Amount: \$500,000.00  
Existing Loan Amount: \$4,461.23  
Existing Loan Amount: \$163,633.42  
Existing Loan Amount: \$165,467.84

Total Loans: \$833,562.49

Loan Amount: \$500,000.00

Rate: 3.00%

Terms: 30 year fully amortized loan with a monthly payment of \$2,108.00/month will be paid by milk assignment The payments on all loans with us will be \$ 6409.00/month

Purpose: Restructure existing line of credit. As a result of high feed costs, drought, shorter growing season in 2023 due to water table, and moderately low milk prices, the operating line has reached its limits, and the bank is requesting a restructuring. The success of their operation is dependent on these loans from UDAF.

Security: 278 Shares of Cub River Irrigation Company stock valued at \$5625.00 per share with a total value of \$1,563,750.00. LTV is 32% well under 70% LTV policy.

Repayment: Monthly payments will be made from proceeds of sales of milk by milk assignment.

Financial: Financial statements and tax returns indicate a strong asset position. The borrower has been current on other loans with us.

I recommend approval by the board.

Sean Trease  
Sean Trease (Jan 29, 2024 11:17 MST)

Loan Specialist

Jim Bowcutt  
Jim Bowcutt (Jan 29, 2024 11:08 MST)

Jim Bowcutt  
Director of Conservation

01/29/2024

Date

01/29/2024

Date