



Department of Agriculture and Food

Conservation Division

Rural Rehabilitation Loan Program Proposal for Partial Collateral Release or Exchange

June 9, 2026

Proposal Number 1

County Juab

Loan Information:

Original Loan Amount	\$200,000.00
Note Date	9/16/2011
Remaining Principal	\$75,098.55

Payment Amount	\$14,716.00
Payment Frequency	Annually
Late Payments	None

Proposed Change in Collateral	<p>The borrower is requesting the release of 2 parcels totaling 109.29 acres valued at \$270,524 in order to use the released parcels for a new UDAF ARDL loan in the amount of \$176,750. The remaining acreage, which would remain as security for this loan, is valued at \$600,557 based on the market values listed on the most recent county tax statements. If approved, the new loan-to-value on this loan will be 12.5%.</p> <p>The partial collateral release is contingent upon resolving any title and/or legal access issues that the release may cause for the remaining parcels, if any.</p>
Supporting Information	<ul style="list-style-type: none"> UDAF is currently in 1st lien position on 447.09 acres. This partial release will keep UDAF in a 1st lien position on 337.8 acres and allow the borrower to install a conservation project that will address water resource concerns. The borrower has made all payments in a timely manner each year over the past 13 years.

Loan staff recommends approval of this partial collateral release.

6/4/2026

Sarah Clancy

Date

Loan Program Manager

**Rural Rehabilitation Loan Program
Proposal for Partial Collateral Release or Exchange**

June 9, 2026

Proposal Number 2 ▾
County Weber

Loan Information:

Original Loan Amount	\$100,000.00
Note Date	8/10/2009
Remaining Principal	\$25,958.72

Payment Amount	\$506.00
Payment Frequency	Monthly Milk Assign.
Late Payments	None

Proposed Change in Collateral	<p>The borrower is requesting we release 11 of the 14 Hooper Irrigation water stock shares we currently hold as security on one stock certificate. The original value of the water stock in 2009 was based on \$10,000 per share. According to Hooper Irrigation, as of March 26, 2026 the value is currently estimated at \$30,000 per share. If the partial release is approved, the estimated value of the 3 remaining shares that would remain as security for this loan is \$90,000 and the new loan-to-value will be 28.8%.</p> <p>Partial collateral release is contingent upon Hooper Irrigation splitting the current stock certificate and reissuing a new certificate for 3 shares, adding Utah Department of Agriculture and Food on the certificate with the borrower, and delivering directly to UDAF.</p>
Supporting Information	<ul style="list-style-type: none"> • Borrower intends to use the released shares to obtain a loan elsewhere.

Loan staff recommends approval of this partial collateral release.

 6/4/2026

Sarah Clancy

Date

Loan Program Manager

