

Loan Participation Program Qualifications

Age	At least 18 years old; no upper age limit
Eligible Projects	Breeding livestock, machinery, land & farm improvements
Lender's Certification	Certify that no other private or state credit can be obtained, FSA does not need to certify the deal
Land Ownership	No restrictions
Buy From Close Relatives	Yes
Minimum Loan	None
Maximum Loan	30% purchase price or \$200,000 participation loan
Maximum Net Worth	\$650,590
Application Fee	\$100
Closing Fee	1.50% of IADD participation loan; \$300 minimum
Current Ratio	Cannot be less than 1.1 without guaranteed source of repayment
Debt to Asset Ratio	Cannot exceed 80% without guaranteed source of repayment
Debt to Service Coverage	Cannot be less than 120% without guaranteed source of repayment
Off-Farm Income	Cannot exceed 50% of beginning farmer's projected total gross income
Corporation, Partnerships, LLC's Eligibility	No