

RURAL FINANCE AUTHORITY LOAN AGREEMENT AND NOTE
for RFA DISASTER RECOVERY LOAN PARTICIPATION PROGRAM (only)

Lender: _____ Lender Loan # _____

Lender address: _____

Borrower(s): _____

- 1.1 **PARTIES.** In this Agreement, the words "I" and "my" refer to the Borrower(s) named above. If more than one Borrower is named, "I" shall mean "we". "You" means the (Lender). "RFA" means the State of Minnesota, through the Minnesota Rural Finance Authority, which may be participating with the (Lender) in this loan.
- 1.2 **PARTICIPATION.** The RFA may be participating in this Disaster Recovery Loan Program with you, to the extent of the lesser of: 45% of the principal or \$200,000 max.
- 1.3 **LOAN TERMS.** I have borrowed from you and agree to repay to you the principal sum of \$ _____ with interest on the unpaid balance of that sum (the "Total Amount").

The pro-rata sharing of the Total Amount of the debt shall be as follows:

A. **LENDER:** Loan Amount: \$ _____
 Regular payment: \$ _____
 Initial interest rate: _____ % and

Terms: _____

_____ (or attach schedule)

- 1.9 **DEFAULT.** You or the RFA may declare that I am in default if:
- A. I fail to pay any of the principal or interest on the debt when properly demanded by you, in accordance with my repayment obligations.
 - B. I fail to perform any promise contained in this Agreement including section 1.7 above; the loan I am signing today; or any other agreement relating to this debt or the program in which I am participating.
 - C. Any statement made by me in connection with the loan proves to have been misleading when it was made.
- 2.0 **PAYMENT DUE UPON DEFAULT.** If you or the RFA declare that I am in default, the entire balance of the debt will become immediately due and payable. No written notice to me is required of you or the RFA. I agree to pay any and all expenses, including reasonable attorneys' fees, incurred in enforcing this Agreement.
- 2.1 **FAILURE TO PERFORM.** If I fail to perform any of my promises in this Agreement or the Loan, you may perform for me if you choose. I will pay you upon demand all reasonable expenses you incur in performing for me, plus interest at the same rate applied to the principal I owe you.
- 2.2 **NO WAIVER.** Any failure or delay on your part in exercising any of your rights will not prohibit you from exercising them at a later time or exercising any other right or remedy. You may extend the time for payment of my debt or release any security (including security pledged by any guarantor of my debt) without affecting your rights under this Agreement or the Loan.
- 2.3 **INTERPRETATION OF OUR UNDERSTANDING.** This Agreement expresses our entire understanding. I have read this Agreement and rules for my program fully and am not relying on any oral or other written statements by you or your agents. Any previous statements, whether oral or in writing, are superseded by this Agreement. Any amendment to this Agreement must be done in writing. If there are two or more borrowers named in this Agreement, obligations of this Agreement are joint and several (which means you may enforce all the obligations against any one of the Borrowers or against all of them).
- 2.4 **SHARING OF INFORMATION AND CONSENT TO REVIEW RECORDS.** I acknowledge that the RFA may become a participant in my loan and I hereby consent to you sharing information about me (including but not limited to my financial statements) and about my loan with its authorized employees or agents. In addition, I consent to and authorize you to allow the RFA, by and through its employees and authorized agents, to inspect and review any and all information that you may have regarding any loan that I may have with you even though the RFA may not have any interest in such loans. I understand that the RFA's authorized employees or agents are required by law to keep certain information about me private or confidential.
- 2.5 **HEADINGS.** The headings contained in this Agreement are for convenience only and shall not affect the interpretation of any provisions of this Agreement.
- 2.6 **EFFECTIVENESS.** This Agreement will continue until I pay the full amount of this debt and all other amounts secured by the loan. If any part of this Agreement is declared invalid, the rest of the Agreement will remain in effect.

2.7 **LAW OF MINNESOTA TO GOVERN.** This Agreement and the rights and duties described in this Agreement will be governed by, and interpreted in accordance with the laws of Minnesota.

This note is secured by _____ dated: _____, 20_____.

I sign certifying that I understand and agree to all the provisions of this Agreement.

Dated: _____, 20_____.

_____	_____
Borrower	Borrower
_____	_____
Address	City/State/Zip
_____	_____
Co-signer	(if required) Co-signer

In accordance with the Americans with Disabilities Act, this information is available in alternative forms of communication upon request by calling 651-201-6000. TTY users can call the Minnesota Relay Service at 711. The MDA is an equal opportunity employer and provider.

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