USDA, Rural Development
MN 1942-A Guide3
(Rev. 1/06)

Position 3

CERTIFICATE OF INABILITY TO OBTAIN OTHER CREDIT

We hereby certify that we are unable to finance the proposed project from our own resources or through commercial credit at reasonable rates and terms.

The agency, will periodically reviewed borrower accounts for graduation to commercial credit. Borrowers are to refinance their loans when commercial credit is available at reasonable rates and terms.

The Agency expects borrowers to comply with graduation requirements, evidenced by the legally binding graduation clauses in the promissory note, security instrument and the loan agreement.

The borrower will be required to provide financial information upon the request of the agency.

In certain cases, prepayment restrictions or other limiting conditions will be considered in the graduation process.

Requests for additional loan funds, subordination or consent to incur additional indebtedness will not normally by approved until an outstanding graduation request is resolved.

I have read and understand the "Other Credit" and "Graduation" requirements of our agreement with the Federal Government.

_____ _____
Mayor/Chairperson Date

Attested to:_____ _____
Clerk/Secretary Date