USDA, Rural Development
MN 1780 Guide 23
(Rev. 12/04)

Position 3

GRADUATION CERTIFICATION

Agency Loans are a temporary source of credit; and borrowers are to refinance their loans when other 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.

Borrower accounts are periodically reviewed for graduation by the Agency.

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

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

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

I have read and understand the graduation requirements of our agreement with the Federal Government.

_____ _____
Mayor/Chairperson Date

Attested to:_____ _____
Clerk/Secretary Date

Certification to be signed at loan closing to comply with RD Instruction 1951-F, 1951.260.