

Youth Project Loan Program

Purpose & Objectives

Promotion of agricultural related programs to youth organizations and enhancement of Cornerstone Community Bank visibility in the community.

Operating Parameters

The youth borrower must meet one of the following characteristics:

- Current member of 4-H or FFA. If the applicants is an Independent exhibitor, they must meet the parameters set forth by the fair in which they will be participating
- Enrolled in school
- Reside in our general service area
- Intends on taking the purchased project animal to a fair in our general service area

-Loans within this policy will not exceed the following for specific species:

Steers - \$4,000

Sheep, Goats & Hogs \$2,300

****Maximum committed to the Youth Project Loan Program by CCB will be limited to \$50,000**

-There will not be any fees charged for this loan

-There will not be an interest rate charge for loans under this program

-A Co-Applicant over the age of 18 must sign the Promissory Note as the borrower will be a minor

-Financial information is not required from applicant or co-applicant for this loan program

-The maturity date may not exceed 12 months. If the borrower notifies the bank of distress or the bank is aware of circumstances that have reduced the repayment capacity of the individual, the bank may extend the loan for 12 months past the original maturity date if the collateral is confirmed to be in the possession of the borrower.

-Cornerstone Community Bank will notify the fair in which the animal will be sold requesting that the check issued to the borrower for the sale of their livestock project be made jointly payable to the youth seller and Cornerstone Community Bank.

Application Information Required:

- 1) Completed Youth Livestock Loan Application
- 2) Budget for the project term
- 3) Letter from 4-H leader or FFA Advisor, verifying current enrollment. For Independent Exhibitors the applicant must provide a letter from the fair they will be exhibiting at, confirming they have registered as an independent participant.
- 4) Market Animal Project Insurance to be obtained/required