



# Next Generation Farmer Loan Program

## Next Generation Farmer Loan Program Summary

- Provides federal tax-exempt mortgage financing to reduce a farmer's interest rate for capital purchases
- Administered through the York County Industrial Development Authority (YCIDA)

## Eligibility Requirements

- Permanent Pennsylvania resident
- Must be 18 years or older to apply
- Able to meet lender's credit standards
- Access to adequate working capital, farm equipment, etc.
- Borrower must not have had any prior ownership of a substantial portion of land
- Borrower must be the sole owner and principal user of the project
- Subject to Federal borrower (sole proprietor & partnership) net worth maximums

## Uses and Purposes of Funding

- Agricultural land
- Agricultural improvements (not to exceed \$250,000)
- Depreciable property
- Purchase from related persons
- No portion of the loan proceeds may be used for the purchase of a residence

### For More Information:



717-848-4000



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## Amounts

Up to \$667,000 (2025 max); however, the total loan proceeds allocated to the purchase price of used equipment may not exceed Federally determined annual maximums

## Interest Rate and Terms

Determined by the lender

## Fees

- \$500 non-refundable application fee (applied to the closing fee)
- Closing fee of 50 basis points of the loan amount
- YCIDA and bond counsel legal fees, based on actual cost (est. \$500 & \$2,500 respectively)
- Annual audit fee, which is based on annual cost (currently \$80)
- Loan/Bond Amendment Fee for actions subsequent to closing the financing