

**NORTH DAKOTA RURAL WATER FINANCE CORPORATION
INTERIM FINANCING PROGRAM
FACT SHEET**

Basic Qualifications:

1. Must be a political subdivision.
2. Must have Letter of Conditions from Rural Development (RD).

Loan Process:

1. Pre-Application Phase: Obtain commitment from RD for permanent bond financing.
2. Application Phase: Obtain application from NDRWFC, complete and return with RD Letter of Conditions.
3. Loan Approval Phase: NDRWFC will approve loans contingent upon execution of final loan agreement.
4. Loan Agreement Phase: Complete and return loan agreement. Must obtain Bond Counsel who will assist during this phase.
5. Disbursement Phase: Request funds from Trustee bank.
6. Loan Payoff Phase: Once the project is complete, payoff will be made to NDRWFC by the borrower with RD Bond funds.

Loan Terms:

1. Initial rate of borrowing: Market Level
2. Estimated rate of borrowing after investment earnings credit and final rebate: 2.00% - 4.00%.
3. Loan limit: The only limit is the amount of loan dollars approved by RD in its Letter of Conditions.
4. Loan origination: Loans will be approved on a case-by-case basis and will depend upon available funds.
5. Capitalized interest: All interest is capitalized per RD budget.
6. Payoff: Your loan is repaid when your project is complete and final closing for the long term financing is approved by RD.

Contact Information:

Melody Kruckenberg, Executive Director
North Dakota Rural Water Systems Association
2718 Gateway Avenue, Suite #201
Bismarck, ND 58503-0585
800-349-6951
melkruck@ndrw.org