

CONDITIONAL COMMITMENT

Lender Name:	Case No.:
Lender's Address:	Borrower:
Borrower's Tax ID:	Principal Amount of Loan:

Type of Loan: ___ Community Facilities ___ Water and Waste Disposal ___ Business and Industry ___ Rural Energy for America Program
 (7 CFR 5001.1(a)(1)) (7 CFR 5001.1 (a) (2)) (7 CFR 5001.1(a)(3)) (7 CFR 5001.1(a)(4))

Interest Rate Information: Fixed: ___ Variable: ___ Both: ___	FIXED: Guaranteed Rate ___ Unguaranteed Rate ___
If both, projected effective rate: _____	

Variable: Source of Base Rate Publication : _____

Guaranteed Rate: ___ Current Base Rate ___ +Incremental Difference ___ Rate Change Period: ___ Rate Cap: ___ Rate Floor: ___

Unguaranteed Rate: ___ Current Base Rate ___ +Incremental Difference ___ Rate Change Period: ___ Rate Cap: ___ Rate Floor: ___

The United States of America acting through the United States Department of Agriculture (USDA) hereby agrees that, in accordance with applicable provisions of 7 CFR 5001, it will execute Form RD 5001-4, "Loan Note Guarantee," subject to the conditions and requirements specified in the regulations and herein. The Lender shall not represent this Conditional Commitment as a **guarantee**.

The Guarantee fees payable by the Lender to USDA will be the amount as specified in 7 CFR 5001 and the applicable Federal Register notice as determined by the date of this Conditional Commitment.

If the loan note guarantee is issued prior to completion of the project's construction an additional guarantee fee will be added.

A Loan Note Guarantee will not be issued until the Lender certifies that there has been no material adverse change in the Borrower's financial condition, nor any other material adverse change in the Borrower's condition, for any reason, during the period of time from USDA's issuance of this Conditional Commitment for Guarantee to issuance of the Loan Note Guarantee regardless of the cause or causes of the change and whether the cause or causes of the change were within the Lender's or Borrower's control.

This Conditional Commitment becomes null and void unless the conditions are accepted by the Lender and Borrower within 60 days from the date of issuance by USDA, at which time the USDA reserves the right to discontinue further processing of the application and terminate its commitment. If USDA decides to terminate this commitment, USDA will provide the lender a written notice of at least 14 days prior to the termination.

This Conditional Commitment is effective until _____. All conditions for the issuance of a Loan Note Guarantee must be met during this period. The Lender must submit a written request to extend the Conditional Commitment thirty (30) days prior to its expiration and obtain Agency written approval in accordance with 7 CFR 5001.451(e).

Except as set out below, the purposes for which the loan funds will be used and the amounts to be used for such purposes are set out in the Application for Loan Guarantee. Once this instrument is executed and returned to USDA, no change of conditions or approved loan purpose will be considered, unless requested in writing by the Lender and approved, in writing, by the Agency.

Additional Conditions and Requirements are in Attachment A of this form.

Date: _____

UNITED STATES OF AMERICA

By: _____

Title

According to the Paperwork Reduction Act of 1995, an agency may not conduct or sponsor, and a person is not required to respond to, a collection of information unless it displays a currently valid OMB control number. The valid OMB control number for this collection is 0572-0155. The time required to complete this information collection is estimated to average 1 hour per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. Responses to this collection of information are mandatory (7 CFR 5001). Send comments on the agency's need for this information, the accuracy of the provided burden estimates, and any suggested methods for minimizing respondent burden, including through the use of automated collection techniques to InnovationCenterRegulations@usda.gov. Include the OMB control number in any correspondence. Do not send the completed form to this address.

ACCEPTANCE OF CONDITIONS

To: USDA

Address: _____

The conditions of this Conditional Commitment for Guarantee including attachments are acceptable and the undersigned intends to proceed with the loan transaction.

(Name of Lender)

Date: _____

By: _____
(Signature for Lender)

Date: _____

(Signature for Borrower)

ATTACHMENT A
ADDITIONAL CONDITIONS AND REQUIREMENTS
(Attach any additional conditions and/or requirements required for this Conditional Commitment)