

110 Specific Requirements for FO's

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Entity Requirements

In cases where the entity members are related by blood, the entity applicant does not have to own the farm, but at least one member of the entity must own the real estate. For example, the loan is being made to a family corporation of which mom is a stockholder. Mom is the sole owner of the real estate. In this example the guaranteed farm ownership loan can be made to the family corporation which is the operator.

All cases involving entity applicants, in which the entity will not be the operator and/or the entity will not be the owner of the real estate, will be reviewed by the State Office Farm Loan Division prior to eligibility determination.

(Back to Index)