

EFC-ER DEVELOPMENT FUND LOAN OVERVIEW

Purpose: To assist EFC-ER churches in construction and/or purchasing needs of property through short-term, low-interest loans.

- 1) \$10,000-25,000 5-year note.

Interest rate based on average of top 5 five-year CD rates (rounded to nearest 10th) on www.bankrate.com plus 0.5%.

- 2) \$25,001-50,000 7-year note.

Interest rate based on average of top 5 five-year CD rates (rounded to nearest 10th) on www.bankrate.com plus 1%.

- 3) \$50,001-100,000 10-yr loan amortized over 15 years with balloon.

Interest rate based on WSJ prime rate discounted by 0.5%.

<https://www.bankrate.com/rates/interest-rates/wa11-street-prime-rate.aspx>

A lien will be placed on the church building property for loans greater than \$50,000 with the church paying costs.

Please complete the attached application and include the following documents:

- ▶ Minutes of the meeting stating that a quorum was present for the vote and the approved motion to borrow funds, signed by the two authorized signatories as designated by the church.
- ▶ Loan Application signed by the legal trustees (see *Faith & Practice* 311.b.iv.)
- ▶ The most current statements of all financial accounts: checking, savings, and investments, credits cards and outstanding loans.
- ▶ Copy of the property insurance policy.
- ▶ Copy of the current approved budget.
- ▶ Prior year and current year balance sheets and profit and loss statements.
- ▶ Letter describing the purpose of the loan.
- ▶ Additional information may be requested as needed.

EFC-ER DEVELOPMENT FUND LOAN APPLICATION

Please provide the following information by typing in the blanks or printing clearly:

NAME, ADDRESS, & PHONE NUMBER OF THE CHURCH

Name of the Church: _____
Address: _____
Phone Number: _____

NAMES & CONTACT INFORMATION OF LEGAL TRUSTEES

Name: _____ Phone: _____ Email: _____
Name: _____ Phone: _____ Email: _____
Name: _____ Phone: _____ Email: _____

REQUESTED LOAN AMOUNT \$ _____

REQUESTED TERM ___ YEARS ___ MONTHS

ASSETS

ESTIMATED VALUE OF CHURCH PROPERTY	\$ _____
CHECKING ACCOUNT(S)	\$ _____
SAVINGS ACCOUNT(S)	\$ _____
INVESTMENT ACCOUNT(S)	\$ _____
TOTAL ASSETS	\$ _____

LIABILITIES

MORTGAGE	\$ _____
LIENS ON PROPERTY	\$ _____
BANK LOANS	\$ _____
CREDIT CARDS	\$ _____
OTHER	\$ _____
TOTAL DEBT	\$ _____

SIGNED BY:

_____	_____
Legal Trustee	Date
_____	_____
Legal Trustee	Date