

SENATE FILE NO. SF0118

Farm loans-breeding stock.

Sponsored by: Senator(s) Vasey, Cathcart and Northrup and
Representative(s) Diercks and Semlek

A BILL

for

1 AN ACT relating to agriculture; authorizing farm loans for
2 the purchase of breeding stock; delineating terms;
3 conforming provisions; and providing for an effective date.

4

5 *Be It Enacted by the Legislature of the State of Wyoming:*

6

7 **Section 1.** W.S. 11-34-109(a) by creating a new
8 paragraph (v), 11-34-113 by creating a new subsection (h),
9 11-34-114, 11-34-115 and 11-34-117(a) and by creating a new
10 subsection (d) are amended to read:

11

12 **11-34-109. Purposes for which loans authorized.**

13

14 (a) Loans may be made for the following agriculture
15 related purposes and no other:

16

1 (v) To provide for the purchase of breeding
2 stock pursuant to W.S. 11-34-113(h).

3
4 **11-34-113. Terms and conditions of loans.**

5
6 (h) If the governor has declared drought conditions
7 to have existed in individual counties for not less than
8 the two (2) immediately preceding years, and if the
9 governor declares that the conditions have abated, the
10 board shall execute a program within thirty (30) days
11 following the governor's declaration of drought abatement
12 to loan agricultural producers monies to defray the costs
13 of purchasing breeding stock. The board shall promulgate
14 rules and regulations to implement this program.

15
16 **11-34-114. Limitation on loans; percentages of**
17 **appraised value.**

18
19 (a) No loan secured by a first mortgage shall exceed
20 seventy percent (70%) of the appraised value of the land
21 with the necessary existing improvements, as ascertained
22 and fixed by the board except as provided by W.S. 11-34-117
23 and subsection (b) of this section. If a loan is secured by
24 a second mortgage, the sum of the first and second

1 mortgages shall not exceed eighty percent (80%) of the
2 appraised value of the land and improvements and the
3 balance due on the loans secured by the first or second
4 mortgage shall not exceed six hundred thousand dollars
5 (\$600,000.00). The appraisal shall be made by the state
6 loan and investment board, with the advice of two (2)
7 residents of the immediate locality in which the loan is
8 being considered.

9
10 (b) No loan made pursuant to W.S. 11-34-113(h) shall
11 exceed sixty percent (60%) of the cost of the breeding
12 stock nor eighty percent (80%) of the average stocking rate
13 of the agriculture operation for the three (3) years
14 immediately preceding the declaration of drought by the
15 governor under W.S. 11-34-113(h). Loans may be secured by
16 a lien on the purchased livestock and, if qualified by
17 board rule, a first or second mortgage may be filed as
18 provided by subsection (a) of this section. A security
19 interest in the progeny of the breeding stock shall not be
20 required.

21
22 **11-34-115. Minimum and maximum amount of loans.**

1 The amount of loans to any one (1) borrower shall not be
2 less than one thousand dollars (\$1,000.00) nor more than
3 six hundred thousand dollars (\$600,000.00) if all loans to
4 the borrower are made for the purposes of purchasing farm
5 lands or other purposes as defined by W.S. 11-34-109 (a) (i)
6 through (iv). In addition, a qualified borrower may borrow
7 not more than two hundred thousand dollars (\$200,000.00)
8 pursuant to W.S. 11-34-113(h).

9

10 **11-34-117. Rates of interest; length of loan; amount.**

11

12 (a) The board may set rates of interest on all farm
13 loans according to current interest rates but not less than
14 four percent (4%) nor more than ten percent (10%) whether
15 the money is loaned upon the amortization plan or otherwise
16 except that loans pursuant to W.S. 11-34-113(h) shall be
17 loaned for a fixed period of up to five (5) years at two
18 percent (2%) less than the average prime interest rate as
19 determined by the state treasurer during the preceding
20 fiscal year. If the borrower qualifies, at the end of the
21 five (5) year period, the unpaid balance may be converted
22 to a standard farm loan.

23

1 (d) The total value of loans outstanding pursuant to
2 W.S. 11-34-113(h) shall not exceed eight million dollars
3 (\$8,000,000.00). The amount loaned to any one (1) borrower
4 shall not be more than two hundred thousand dollars
5 (\$200,000.00).

6

7 **Section 2.** This act is effective July 1, 2003.

8

9

(END)