

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 replacement breeding stock; delineating  
3 terms; conforming provisions; and providing for an  
4 effective date.

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

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

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13 **11-34-109. Purposes for which loans authorized.**

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

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

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

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

1        (a) No loan secured by a first mortgage shall exceed  
2 seventy percent (70%) of the appraised value of the land  
3 with the necessary existing improvements, as ascertained  
4 and fixed by the board except as provided by W.S. 11-34-117  
5 and subsection (b) of this section. If a loan is secured by  
6 a second mortgage, the sum of the first and second  
7 mortgages shall not exceed eighty percent (80%) of the  
8 appraised value of the land and improvements and the  
9 balance due on the loans secured by the first or second  
10 mortgage shall not exceed six hundred thousand dollars  
11 (\$600,000.00). The appraisal shall be made by the state  
12 loan and investment board, with the advice of two (2)  
13 residents of the immediate locality in which the loan is  
14 being considered.

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16        (b) No loan made pursuant to W.S. 11-34-113(h) shall  
17 exceed sixty percent (60%) of the cost of the breeding  
18 stock nor eighty percent (80%) of the average stocking rate  
19 of the agriculture operation for the three (3) years  
20 immediately preceding the declaration of drought by the  
21 governor under W.S. 11-34-113(h). Loans may be secured by  
22 a mortgage on the borrower's real estate.

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24        **11-34-115. Minimum and maximum amount of loans.**

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

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

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13 (a) The board may set rates of interest on all farm  
14 loans according to current interest rates but not less than  
15 four percent (4%) nor more than ten percent (10%) whether  
16 the money is loaned upon the amortization plan or otherwise  
17 except that loans pursuant to W.S. 11-34-113(h) shall be  
18 loaned for a fixed period of up to five (5) years with a  
19 set interest rate matching the overall market return rate  
20 earned during the prior fiscal year by the state treasurer  
21 on investable funds, excluding legislatively designated  
22 investments. If the borrower qualifies, at the end of the  
23 five (5) year period, the unpaid balance may be converted

1 to a standard farm loan at the board approved interest rate  
2 for such loans at the time of the conversion.

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4 (d) The total value of loans outstanding pursuant to  
5 W.S. 11-34-113(h) shall not exceed fifty million dollars  
6 (\$50,000,000.00). The amount loaned to any one (1)  
7 borrower shall not be more than two hundred thousand  
8 dollars (\$200,000.00).

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

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(END)