

# HOME EQUITY CREDIT LINE APPLICATION PACKAGE



17 East Center, P.O. Box 32 • Lewiston, Utah 84320  
2190 North Main, P.O. Box 6097 • North Logan, Utah 84341  
227 South State Street, Suite B (Inside Stokes Market) • Preston, Idaho 83263  
(435) 750-6700 • (888) 710-6403

The following items are needed to process your application:

- ☐ Completed Consumer Loan Application
- ☐ Most recent two years Tax Returns or W2's
- ☐ Most recent months pay stub(s)
- ☐ 1st mortgage information - If applicable
- ☐ County Tax Statement showing parcel number and market value of property
- ☐ Insurance information (agent, company, policy number and bank as "2nd mortgagee")
- ☐ Other as needed: \_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_





**LEWISTON**  
STATE BANK

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## Loan Application/Personal Financial Statement

Application Date: \_\_\_\_\_  
Amount of  
Loan Requested: \_\_\_\_\_  
Payment Date Requested: \_\_\_\_\_  
Purpose: \_\_\_\_\_

### To be Completed by Interviewer

This application was taken by:

- ☐ Face-to-face interview  
☐ Mail  
☐ Telephone  
☐ Internet

### Please tell us about yourself and co-applicant, if applicable

Applicant's Name				Co-Applicant's Name											
Home Address Number and Street			Yrs/Mos	Home Address Number and Street			Yrs/Mos								
City, State, Zip Code		County/Country		City, State, Zip Code		County/Country									
E-Mail Address		Cell Phone No.		E-Mail Address		Cell Phone No.									
Social Security Number		Home Phone No.		Date of Birth		Social Security Number		Home Phone No.		Date of Birth					
Driver's License No.		No. Dependents		Ages of Dependents		Driver's License No.		No. Dependents		Ages of Dependents					
Applicant's Previous Home Address										Yrs/Mos					
Business Name or Employer				<input type="checkbox"/> Self Employed (Additional information required)				Co-Applicant's Employer				<input type="checkbox"/> Self Employed (Additional information required)			
Business Address Number and Street			Yrs/Mos	Business Address Number and Street			Yrs/Mos	Business Address Number and Street			Yrs/Mos				
City, State, Zip Code		Business Phone		City, State, Zip Code		Business Phone		City, State, Zip Code		Business Phone					
Position		Personal Monthly Employment Income \$		Position		Co-Applicant's Monthly Employment Income \$		Position		Co-Applicant's Monthly Employment Income \$					
Previous Employer			Yrs/Mos	Co-Applicant's Previous Employer			Yrs/Mos								

### About Applicant/Co-Applicant Other Monthly Income

**You need not disclose alimony, child support or separate maintenance income unless you want us to consider it for purposes of this application.**

Monthly Interest & Dividend Income \$	Rental Income \$	Other Monthly Income \$	Please describe the sources of Other Income.
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### Marital Status

**Do not complete if this is an Application for individual unsecured credit**

Applicant	<input type="checkbox"/> Married	<input type="checkbox"/> Separated	<input type="checkbox"/> Unmarried (including single, divorced, and widowed)
Co-Applicant	<input type="checkbox"/> Married	<input type="checkbox"/> Separated	<input type="checkbox"/> Unmarried (including single, divorced, and widowed)

### About Your Existing Loans And Accounts

<input type="checkbox"/> Rent Home					
<input type="checkbox"/> Own Home in the following name(s):					
Monthly Rent or Payment \$	Purchase Price \$	Original Loan Amount \$	Balance Owing \$	Present Value \$	Date Purchased
Name and address of Mortgage Holder or Landlord					
Name of My Bank			Checking Account No.	Savings Account No.	
Have you ever had a judgment filed against you or declared bankruptcy?		<input type="checkbox"/> Yes Date: _____ (Attach details.) <input type="checkbox"/> No	Monthly child support or separate maintenance payment. \$		
Name of nearest relative not living with you		Address		Phone No.	Relationship

ASSETS		OBLIGATIONS		
Description	Amount		Amount Owed	Mo. Payments
1. Cash, Complete Schedule 1 (On back)	\$	10. Bank Loans-Unsecured	\$	\$
2. Stocks or Bonds Complete Schedule 2 (On Back)		11. Bank Loans-Secured		
3. Real Estate Complete Schedule 3 (On Back)		12. Real Estate Loans Complete Schedule 3 (On Back)		
4. Automobiles Complete Schedule 4 (On Back)		13. Auto Loans or Lease Payments Complete Schedule 4 (On Back)		
5. Cash Value of Life Insurance (Face Value) \$ _____ Complete Schedule 5 (On Back)		14. Life Ins. Loans Complete Schedule 5 (On Back)		
6. Notes Receivable		15. Credit Cards Complete Schedule 7 (On Back)		
7. IRA, Keogh or Retirement Funds Complete Schedule 6 (On Back)		16. Other Liabilities Complete Schedule 9 (On Back)		
8. Other Assets Complete Schedule 8 (On Back)				
9. Networth of Business (Attach Financial Statement)				
TOTAL ASSETS	\$	TOTAL LIABILITIES	\$	\$
		NET WORTH	\$	

Please attach any additional information that will be helpful in approving your application.

I/We represent that this application is complete and accurate and fully reflects my/our financial condition on the date shown below. I/We authorize Lender to obtain a credit report and any other information it deems necessary about my/our credit worthiness. I/We agree to notify Lender immediately, in writing, of any adverse change in my/our financial condition. I/we understand that Lender will retain this Application whether or not it is approved. Lender may share transaction and experience information about me/us with its affiliates/subsidiaries. ☐ Lender does not share other information such as application or consumer report information. ☐ Lender may share other information such as application or consumer report information unless I/we direct Lender not to do so by initialing here. \_\_\_\_\_

We intend to apply for joint credit. \_\_\_\_\_  
Applicant Co-Applicant

X Applicant's Signature \_\_\_\_\_ Date \_\_\_\_\_ X Co-Applicant's Signature \_\_\_\_\_ Date \_\_\_\_\_

ASSETS AND LIABILITIES SCHEDULE				
SCHEDULE 1 - CASH DEPOSITS				
FINANCIAL INSTITUTION			ACCOUNT NUMBER	AMOUNT
				\$
			TOTAL	\$
SCHEDULE 2 - STOCKS AND BONDS OWNED				
NO. OF SHARES	COMPANY	REGISTERED IN NAME(S) OF	MKT VALUE PER SHARE	MARKET VALUE
			\$	\$
			TOTAL	\$

SCHEDULE 3 - REAL ESTATE OWNED

DESCRIPTION OF PROPERTY	ORIGINAL LOAN AMOUNT	EQUITY	MARKET VALUE	MONTHLY PAYMENT	PRESENT BALANCE
	\$	\$	\$	\$	\$
TOTAL		\$	\$	\$	\$

SCHEDULE 4 - AUTOMOBILES AND OTHER TITLED VEHICLES

YEAR	MAKE	MODEL	VALUE	MONTHLY PAYMENT	PRESENT BALANCE
			\$		\$
TOTAL			\$	\$	\$

SCHEDULE 5 - LIFE INSURANCE

COMPANY	BENEFICIARY	FACE VALUE	CASH VALUE OF LIFE INSURANCE	POLICY LOANS
		\$	\$	\$
TOTAL		\$	\$	\$

SCHEDULE 6 - IRA, KEOGH OR RETIREMENT FUNDS

FINANCIAL INSTITUTION		VESTED INTEREST
		\$
TOTAL		\$

SCHEDULE 7 - CREDIT CARDS

COMPANY	ACCOUNT NUMBER	MONTHLY PAYMENT	PRESENT BALANCE
		\$	\$
TOTAL		\$	\$

SCHEDULE 8 - OTHER ASSETS

DESCRIPTION	VALUE
	\$
TOTAL	\$

SCHEDULE 9 - OTHER LIABILITIES

DESCRIPTION	SECURITY	MONTHLY PAYMENT	PRESENT BALANCE
		\$	\$
TOTAL		\$	\$





## EARLY DISCLOSURE- HOME EQUITY LINE (Variable Rate/Draw Period Only)

**Important terms of your Home Equity Line of Credit:** This disclosure contains important information about our 10 Year Home Equity Credit Line (the "Plan"). You should read it carefully and keep a copy for your records.

**Availability of terms:** To obtain the terms described below, you must submit your application before \_\_\_\_\_. All of the terms described below are subject to change. If any of these terms change (other than the annual percentage rate) and you decide, as a result, not to enter into an agreement with us, you are entitled to a refund of any fees that you paid to us or anyone else in connection with your application. Please ask us about our other home equity programs.

**Security Interest:** We will take a security interest in your home. You could lose your home if you do not meet the obligations in your agreement with us. This plan applies only to the property you use as your personal dwelling.

### Possible Actions

**Termination and Acceleration:** We can terminate the Plan and require you to pay us the entire outstanding balance in one payment, and charge you certain fees, if any of the following happen:

(a) You commit fraud or make a material misrepresentation at any time in connection with the Plan. This can include, for example, a false statement about your income, assets, liabilities, or any other aspect of your financial condition.

(b) You do not meet the repayment terms of the Plan.

(c) Your action or inaction adversely affects the collateral for the Plan or our rights in the collateral. This can include, for example, failure to maintain required insurance, waste or destructive use of the dwelling, failure to pay taxes, death of all persons liable on the account, transfer of the title or sale of the dwelling, if you cease to use the property securing the note as your primary dwelling, creation of a senior lien on the dwelling without our permission, foreclosure by the holder of another lien or the use of funds for prohibited purposes.

**Suspension or Reduction:** In addition to any other rights we may have, we can suspend additional extensions of credit or reduce your credit limit during any period in which any of the following are in effect:

(a) The value of your dwelling declines significantly below the dwelling's appraised value for purposes of the Plan. This includes, for example, a decline such that the initial difference between the credit limit and the available equity is reduced by fifty percent and may include a smaller decline depending on the individual circumstances.

(b) We reasonably believe that you will be unable to fulfill your payment obligations under the Plan due to a material change in financial circumstances.

(c) You are in default under any material obligation of the Plan. We consider all your obligations to be material. Categories of material obligations include, but are not limited to, the events described above under the Termination and Acceleration, obligations to pay fees and charges, obligations and limitations on the receipt of credit advances, obligations concerning maintenance or use of the dwelling or proceeds, obligations to pay and perform the terms of any other deed of trust, or mortgage of the dwelling, obligations to notify us and to provide documents of information to us (such as updated financial information), obligations to comply with applicable laws (such as zoning restrictions), and obligations of any guarantor or co-maker. No default will occur until we mail or deliver a notice of default to you, so you can restore your right to credit advances.

(d) We are precluded by government action from imposing the annual percentage rate provided for under the Plan.

(e) The priority of our security interest is adversely affected by government action to the extent that the value of the security interest is less than 120 percent of the credit limit.

(f) We have been notified by governmental authority that continued advances may constitute an unsafe and unsound business practice.

(g) The maximum annual percentage rate under the Plan is reached.

**Bank's Executive Officer:** This account has a demand feature for any executive officer of Lewiston State Bank.

**Change in Terms:** We may make changes to the term of the Plan if you agree to the change in writing at that time, if the change will unequivocally benefit you throughout the remainder of the Plan, or if the change is insignificant (such as changes relating to our data processing systems.)

**Fees and Charges:** In order to open and maintain an account, you must pay certain fees and charges.

**Lender's Fees:** The following fees must be paid to us:

**Other Lender Fees:** If certain activities occur on your account, we will impose certain fees that will be set forth in your Account Agreement.

**Late Charges:** Your payment will be late if it is not received by us within 15 days of the "Payment Due Date" shown on your periodic statement. If your payment is late we may charge you 5.000% of the unpaid amount of the payment or \$5.00, whichever is greater.

**Third Party Fees:** You must pay certain fees to third parties such as appraiser, credit reporting firms, and government agencies. These third party fees generally total between \$100.00 and \$500.00. Your fees may vary from this range of fees depending on the amount and approval of your credit line. Upon request, we will provide you with an itemization of the fees you will have to pay to third parties.

**Negative Amortization:** Under some circumstances, your payments will not cover the finance charges that accrue and "negative amortization" will occur. Negative amortization will increase the amount that you owe us and reduce your equity in your home.

**Insurance:** You must carry hazard insurance on the property that secures the Plan. In some circumstances you may also be required to carry flood insurance on the property.

August 2009

**Minimum Payment Requirements:** DRAW PERIOD: You can obtain advances of credit for 120 months (the “Draw Period”). During the Draw period payments will be due monthly. Your minimum payment will be equal to “interest only.” The minimum payment will not repay the principal that is outstanding on your line. At the end of the draw period you will be required to pay the entire balance in a single balloon payment.

Your “Minimum Payment” will be the Regular Payment, plus any amount past due and all other charges. If your Credit Line balance falls below \$50.00, you agree to pay your balance in full.

**Minimum Payment Example:** If you made only the minimum monthly payments and took no other credit advances, it would take 120 months to pay off a credit advance of \$10,000.00 at an ANNUAL PERCENTAGE RATE OF 9.750%. During that period, you would make 119 payments of \$81.25 and one final payment of \$10,085.25.

**Transaction Requirements:** You may access your Credit Line by writing a Lewiston State Bank Home Equity Credit Line Check or requesting an advance in person.

**Minimum Advance Amount:** There is no minimum advance amount.

**Tax Deductibility:** You should consult a tax advisor regarding the deductibility of interest and charges for the Plan.

**Variable Rate Feature:** The Plan has a variable rate feature. The annual percentage rate (corresponding to the periodic rate) and the minimum payment amount can change as a result. The annual percentage rate does not include costs other than interest.

**The Index:** The annual percentage rate is based on the value of an index (referred to in this disclosure as the “Index”). The Index is the Prime rate as published in the Wall Street Journal’s Money Tables section. We will use the most recent Index value available to us as of one month prior to the due date of any changed payment or any annual percentage rate adjustment. If the Index is no longer available, we will choose a new Index and margin. The new Index will have an historical movement substantially similar to the original Index, and the new Index and margin will result in an annual percentage rate that is substantially similar to the rate in effect at the time the original Index become unavailable

**Annual Percentage Rate:** To determine the annual percentage rate that will apply to your account, we add a margin to the value of the Index. A change in the Index rate generally will result in a change in the annual percentage rate. However, if the Index rates change since the previous adjustment is less than 0.25% the annual percentage rate will not change. The amount that your annual percentage rate may change also may be affected by periodic annual percentage rate change limitations and the lifetime annual percentage rate limits, as discussed below. Please ask us for the current Index value, margin and annual percentage rate. After you open a credit line, rate information will be provided on periodic statements that we send you.

**Frequency of Annual Percentage Adjustments:** Your annual percentage rate can change monthly. Your Annual Percentage Rate cannot increase or decrease more than 2.00 percentage points at each adjustment. However, under no circumstances will your Annual Percentage Rate exceed 18.00% per annum or go below 6.00% per annum at any time during the term of the Plan.

**Maximum Rate and Payment Example**

**Draw Period:** If you had an outstanding balance of \$10,000.00, the minimum payment at the maximum Annual Percentage Rate of 18.00% would be \$150.00. This annual percentage rate could be reached at the time of the 6<sup>th</sup> payment assuming the interest rate started at 6.00% and adjusted 2.00% upwards at each adjustment.

**Prepayment:** You may prepay all or any amount owing under the Plan at any time without penalty.

**Historical Example** The example below shows how the annual percentage rate and the minimum payments for a single \$10,000.00 credit advance would have changed based on changes in the Index over the past 15 years. The Index values are from the following reference period: as of the last business day in July. While only one payment per year is shown, payments may have varied during each year. Different outstanding principal balances could result in different payment amounts. The table assumes that no additional credit advances were taken and that only the minimum payment was made. It does not necessarily indicate how the Index or your payments would change in the future. The payments are based on a 360/30 days basis. At the end of 120 months payments will increase to pay off principal and interest at the terms that will be determined at that time.

INDEX TABLE

Year ( as of the last day of July)	Index (percent)	Margin (Percent) (1)	Annual Percentage Rate	Monthly Payment (Dollars) (2)
1994	7.250	1.50	8.750	72.92
1995	8.750	1.50	10.250	85.42
1996	8.250	1.50	9.750	81.24
1997	8.500	1.50	10.000	83.33
1998	8.500	1.50	10.000	83.33
1999	8.000	1.50	9.50	79.17
2000	9.500	1.50	11.000	91.67
2001	6.750	1.50	8.250	68.75
2002	4.750	1.50	6.250	52.08
2003	4.000	1.50	6.000	49.99
2004	4.250	1.50	6.000	49.99
2005	6.250	1.50	7.750	64.58
2006	8.250	1.50	9.750	81.24
2007	8.250	1.50	9.750	81.24
2008	5.000	1.50	6.500	54.16
2009	3.25	1.50	4.75	39.58

(1) This is a margin we have used recently; your margin may be different.  
(2) Draw period ends at 10 years. Payments will increase due to change in terms for amortization of loan principal and interest.

The Borrower, after reading the contents of the above disclosure, acknowledges receipt of this Disclosure Statement and further acknowledges that this Disclosure was completed in full prior to receipt. The Borrower also acknowledges receipt of the handbook entitled “When Your Home Is on the Line: What You Should Know About Home Equity Lines of Credit” at the time an application for this type of loan was provided.

X

Applicant

Date

X

Co-Applicant

Date



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## **APPLICATION INSURANCE DISCLOSURE**

**Lewiston State Bank may NOT condition an extension of credit to you on either:**

- 1. Your purchase of an insurance product from the Bank, or**
- 2. Prohibiting you from purchasing or asking you not to purchase an insurance product from anyone else.**

By signing below, I acknowledge that I have read, received orally and in writing and understand this Application Insurance Disclosure.

Dated: \_\_\_\_\_

Applicant:

Applicant:

\_\_\_\_\_

\_\_\_\_\_

Applicant:

Applicant:

\_\_\_\_\_

\_\_\_\_\_



## FACTS WHAT DOES LEWISTON STATE BANK DO WITH YOUR PERSONAL INFORMATION?

<b>Why?</b>	Financial companies choose how they share your personal information. Federal law gives consumers the right to limit some but not all sharing. Federal law also requires us to tell you how we collect, share, and protect your personal information. Please read this notice carefully to understand what we do.
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<b>What?</b>	<p>The types of personal information we collect and share depend on the product or service you have with us. This information can include:</p> <ul style="list-style-type: none"> <li>• Social Security number</li> <li>• Account balances</li> <li>• Payment history</li> <li>• Transaction history</li> <li>• Credit history</li> <li>• Wire transfer instructions</li> </ul> <p>When you are <i>no longer</i> our customer, we continue to share your information as described in this notice.</p>
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<b>How?</b>	All financial companies need to share customers' personal information to run their everyday business. In the section below, we list the reasons financial companies can share their customers' personal information; the reasons Lewiston State Bank chooses to share; and whether you can limit this sharing.
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Reasons we can share your personal information	Does Lewiston State Bank share?	Can you limit this sharing?
<b>For our everyday business purposes -</b> such as to process your transactions, maintain your account(s), respond to court orders and legal investigations, or report to credit bureaus	Yes	No
<b>For our marketing purposes -</b> to offer our products and services to you	No	We don't share
<b>For joint marketing with other financial companies</b>	No	We don't share
<b>For our affiliates' everyday business purposes -</b> information about your transactions and experiences	No	We don't share
<b>For our affiliates' everyday business purposes -</b> information about your creditworthiness	No	We don't share
<b>For nonaffiliates to market to you</b>	No	We don't share

<b>Questions?</b>	Call 435-258-2456
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What We Do	
<b>How does Lewiston State Bank protect my personal information?</b>	To protect your personal information from unauthorized access and use, we use security measures that comply with federal law. These measures include computer safeguards and secured files and buildings.
<b>How does Lewiston State Bank collect my personal information?</b>	<p>We collect your personal information, for example, when you</p> <ul style="list-style-type: none"> <li>● Open an account</li> <li>● Apply for a loan</li> <li>● Make deposits or withdrawals from your account</li> <li>● Provide account information</li> <li>● Show your government-issued ID</li> </ul>
<b>Why can't I limit all sharing?</b>	<p>Federal law gives you the right to limit only</p> <ul style="list-style-type: none"> <li>● sharing for affiliates' everyday business purposes - information about your creditworthiness</li> <li>● affiliates from using your information to market to you</li> <li>● sharing for nonaffiliates to market to you</li> </ul> <p>State laws and individual companies may give you additional rights to limit sharing.</p>
Definitions	
<b>Affiliates</b>	<p>Companies related by common ownership or control. They can be financial and non-financial companies.</p> <ul style="list-style-type: none"> <li>● <i>Lewiston State Bank does not share with our affiliates.</i></li> </ul>
<b>Nonaffiliates</b>	<p>Companies not related by common ownership or control. They can be financial and non-financial companies.</p> <ul style="list-style-type: none"> <li>● <i>Lewiston State Bank does not share with nonaffiliates so they can market to you.</i></li> </ul>
<b>Joint Marketing</b>	<p>A formal agreement between nonaffiliated financial companies that together market financial products or services to you.</p> <ul style="list-style-type: none"> <li>● <i>Lewiston State Bank doesn't jointly market.</i></li> </ul>