



## FSA Loans Policy

---

While recognizing that the purpose of the FSA is to serve the membership as a whole, the FSA acknowledges its willingness to help individual members in dire and exceptional temporary financial need as a limited lender of last resort. Members in good standing may apply to the FSA Finance and Administration Committee for small non-interest bearing loans to a maximum, the lesser of (i) the accumulated total of dues paid by the applicant to the FSA, or (ii) \$2,500.00. It is understood that the assistance provided by the FSA loans to members is to meet exigent and temporary, not on-going financial needs. The FSA Finance and Administration Committee has the power to approve or reject loan applications based on operational needs.

Loan repayment will commence and payment will fall due the first day of the month following the issuance of the loan. All loans will have a minimum monthly re-payment of 1/24<sup>th</sup> of the principal loaned.

Notwithstanding the minimum payment, loans are expected to be retired as soon as financially possible by the applicant within the maximum loan duration of two years. It is the duty of the borrower to inform the FSA of any changes in circumstances wherein monthly repayment is not made, and in the absence of doing so, the loan may be considered in default with the consequence that the entire balance falls due and payable. The above will form part of a contract, which will be entered into between the applicant and the FSA for all loans made. Such contracts are to be signed and witnessed by the signing officers of the FSA.

*Approved by Finance – November 3, 2014*

*Under review - policy suspended by executive – October 14, 2016*