PROJECT TRANSACTION GRANT OVERVIEW

Purpose
The intent of this program is to increase farmland protection in the state of Maine by providing a land trust with grant funds to cover certain transaction costs associated with projects that will permanently protect farmland in Maine through agricultural conservation easements and fee acquisition.

Project Eligibility
Project transaction grant support is available to eligible land trusts for donated or purchased agricultural conservation easements and fee acquisition, provided that the property will be actively farmed. Preference will be given to projects on land that is currently being farmed. Projects on properties that are not currently farmed are not precluded, as long as the application materials demonstrate how those properties are well-suited to farming.

If an easement is to be placed on the property it must be structured with adequate flexibility to enable commercially viable agriculture to occur. In most instances, the easement is expected to either follow MFT’s boilerplate for agricultural easements or to follow another easement model which also ensures that the property is well-positioned for future farm use, including provisions that allow a farmstead area and new agricultural structures. For fee acquisitions for farmland, the partner land trust must demonstrate to MFT a commitment to allow a farmer to lease/utilize the land. The project must be expected to be completed within 12 months of the application.

Eligible Project Costs
Grants may cover transaction costs associated with farmland protection projects, provided that the costs are incurred and the transaction closes within 12 months of award acceptance. (Funds are provided on reimbursement basis only.) Eligible project costs may include:

- Survey
- Land trust appraisal
- Environmental assessment
- Other relevant project costs, with prior approval by MFT

Land Trust Eligibility
The land trust receiving a grant must be a qualified conservation organization with a 501(c)3 designation from the IRS with a service area within the state of Maine.

Grant Awards
The maximum grant award for a single project is $10,000, although MFT expects that most grant awards will not exceed $5,000. An application must document the land trust’s commitment to match the grant with a cash sum that meets or exceeds the amount of the grant award. The match must consist of actual funds; in-kind contributions do not meet the matching requirement. Funds will be awarded on a reimbursement basis and will be dispersed directly to the land trust following the project’s successful completion. A signed and recorded conservation easement or property deed and documentation of match (acceptable to MFT) must be provided prior to funds being dispersed. Project transaction grants may be used in conjunction with MFT’s stewardship matching grant. The total amount that MFT will award from the combination of both grants will not exceed $10,000.
APPLICATION INSTRUCTIONS

The land trust who is purchasing the property or easement should complete the following application materials and submit via email to:
Adam Bishop, abishop@mainefarmlandtrust.org

1. Completed Project Application Form

2. Property Maps (all of which should indicate property boundaries):
   a. Soils map (for maps, contact your local Natural Resources Conservation Service office or visit the USDA Web Soil Survey at http://websoilsurvey.nrcs.usda.gov/app/HomePage.htm)
   b. Aerial map (Google Earth map is suitable)

3. Evidence that the property will be secured for farming, such as a copy of proposed agricultural conservation easement or the land trust’s plan to have the property actively farmed if there is no easement (i.e. a lease agreement with a farmer).

4. Signed Available Cash Match Form executed by the land trust, verifying that the required cash match will be available upon project completion. This verification form can be found at the end of this application.

5. Project Budget template.

You may also mail your application materials to:
Maine Farmland Trust
97 Main Street, Belfast, ME 04915
Attn: Adam Bishop

Deadline
Applications will be accepted at any time, and MFT will respond as soon as possible (with the goal of responding within six weeks). Since this program has limited funding, it is possible that MFT will disperse all of the funds available for a given year prior to the receipt of a grant application. In such an instance, MFT may invite the applicant to re-apply for the subsequent cycle of funding.

Evaluation Criteria
- Project type (donated easement, purchased easement, or fee acquisition);
- Current activity level of farm and potential future use;
- Presence of good agricultural soils;
- Likelihood that, if not protected, the property will be converted to non-farm use;
- Proximity to other active farms;
- Proximity to other protected land (not necessarily farmland);
- Project readiness;
- The land trust’s demonstrated organizational capacity to draft, monitor, and enforce a suitable agricultural conservation easement (or willingness to partner with MFT to do so).

Grant Agreement
The land trust must sign a Memorandum of Understanding (MOU) that describes each party’s roles and responsibilities and will serve as a grant agreement. A sample MOU is attached.
# PROJECT TRANSACTION GRANT

## APPLICATION FORM

## 1. APPLICANT INFORMATION

<table>
<thead>
<tr>
<th>a) Land Trust Name</th>
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<tbody>
<tr>
<td>b) Land Trust Address</td>
<td></td>
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<tr>
<td>(Street Address)</td>
<td></td>
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<tr>
<td>(Town, State Zip Code)</td>
<td></td>
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<tr>
<td>c) Land Trust Contact/Project Manager</td>
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</tbody>
</table>
| d) Does land trust currently use a boilerplate agricultural easement document? If so, does it cover the following?  
NOTE: Not applicable for fee acquisitions that will not be subject to an easement. |  |
| □ No |  |
| □ Yes, it includes the following (check all that apply.): |  |
| □ Ability to construct new farm-related buildings and infrastructure. |  |
| □ Allows for construction of farm worker housing. |  |
| □ Allows reconfiguration into 2 separate farm parcels (if suitable). |  |
| □ Requires Forest Management Plan |  |
| □ Designates Farmstead Areas. |  |
| □ Not Applicable |  |

## 2. PROJECT SUMMARY

| a) Project Title (or Farm Name) |  |
| b) Landowner Name |  |
| c) Farm Location |  |
| (Street address) |  |
| (Town, State Zip Code) |  |
| (County) |  |
| d) Acreage | Total Acreage: _____  
Open/tillable acres: _____  
Wooded acres: _____ |  |
| e) Farmland Soils | Acres in Prime Farmland Soils: _____  
Acres in Soils of Statewide Importance: _____  
Acres in Soils of Local Importance (as available): _____  
Acres in Unique Farmland Soils (e.g., blueberries): _____ |  |
| f) Estimated Closing Date |  |

## 3. DESCRIPTION OF FARM OPERATION

| a) Briefly describe the current or proposed farm operations. Document commercial activity |  |
on the farm, including what products are being raised, how the products are marketed (e.g., sold to processor/wholesaler, direct sales via farmers markets and/or farm stand).

| b) Does the property meet the State’s definition of a current farm (by raising crops or livestock with an average annual value of at least $2,000)? If not, please describe why this property is well suited for farming in the future. |
|---------------------------------------------------------------|---|
| | □ Yes □ No |

c) Discuss whether the property is threatened by conversion to non-farm use. (For ex., is the property going through generational transfer? Is the farmer struggling to stay in business? Is there high development pressure in the area?)

d) List active farms and any protected land (non-farmland) in close proximity to the property. List property name and town (if different from the town in which applicant property is located). OPTIONAL: attach a map indicating farm locations.

### 4. AWARD REQUEST

<table>
<thead>
<tr>
<th>a) Amount of Award Request</th>
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<td>c) Has the required cash match already been secured (either raised or pledged)?</td>
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</table>

Proposal prepared by:

Signature of Land Trust Board President or Executive Director: ____________________________
Date: ____________
**PROJECT BUDGET**

Please write or type directly on this form

Organization Name: _____

Project Name: _____

<table>
<thead>
<tr>
<th>Budget Categories</th>
<th>Project Total</th>
<th>MFT Funds Requested</th>
<th>Matching Funds (cash match - 50% minimum)</th>
<th>Source and Status of non-MFT Funds (received/ pending)</th>
<th>Costs pending and/or already incurred</th>
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<tbody>
<tr>
<td>Survey</td>
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<tr>
<td>Appraisal*</td>
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<td>Environmental Assessment</td>
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<td>Title search**</td>
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<td>Title insurance**</td>
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<td>Legal fees**</td>
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<td>Closing costs/filing fees**</td>
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<td>Baseline Documentation**</td>
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<td>Consultant/Contractors**</td>
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<td>Other (specify)**</td>
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* MFT funds available for land trust appraisal only.

** MFT funds are not available, but may be used as match.

*** Please check with MFT on whether this item is eligible before submitting application.

Proposal prepared by: _____ Title: _____

Signature of Board President or Executive Director: __________________________ Date: __________

Farmland Protection Grants Program: *Project Transaction Grant 112018*
 AVAILABLE CASH MATCH VERIFICATION FORM

Land Trust Name:
Land Trust Address:

On behalf of ___________________________ I, ___________________________ do hereby verify that
    (Land Trust)      (Authorized Representative)
the land trust has raised/will raise project funding in the amount of $________ for the
    (circle one)
__________________________ project, and that the required matching funds will be available
    (Name of Farm)
upon completion of the project. My signature on this form indicates that the land trust will be able to
secure the required matching funds, and that we understand that any grant award will not be released to us
until we can provide evidence that the required matching funds are in hand.

Signed: ____________________________

__________________________  ____________________________
Land Trust Representative, Title                  Date

Farmland Protection Grants Program: Project Transaction Grant 112018
PROJECT TRANSACTION GRANT
MEMORANDUM OF UNDERSTANDING [SAMPLE]

Date

Land Trust Name
Address
City, State, Zip

Dear [LT],

Congratulations on your recent Project Transaction Grant award of $_____ from Maine Farmland Trust. This grant has been awarded to support the project identified in your application.

Grant funds will be available once the [Land Trust] has confirmed with MFT that: 1) the easement or property deed has been signed and recorded; and 2) the required matching funds have been raised.

NOTE: Grant funds will not be distributed until Maine Farmland Trust has received notification from your organization of the items listed above.

Please review and initial the following requirements to ensure that you understand the grant guidelines:

_____ The Land Trust agrees to credit MFT in any publicity about the grant and in broader publicity about the project (wherever appropriate).

_____ The Land Trust shall notify MFT in writing if there are substantive changes in the project from what was detailed in the grant application. A substantive change would include anything that affects the project timetable or the overall terms of the easement.

Please sign and date below to indicate your agreement with the above requirements. Return the letter to MFT at your earliest convenience, but no later than 30 days from the date of this letter. Failure to return a signed agreement to MFT within 30 days could result in the loss of grant funds being put aside for your project. If you have questions or comments, please contact Adam Bishop at abishop@mainefarmlandtrust.org or 207-338-6575.

Sincerely,

Adam Bishop
Farmland Protection Program Director

REVIEWED AND AGREED TO:

____________________________________  ____________
Land Trust Representative, Title        DATE