

Development Corporation of Snyder Revolving Loan Fund

Application Information



Development Corporation of Snyder Application Information

The Development Corporation of Snyder , Inc., a private non-profit corporation, governs the DCOS Revolving Loan Fund. The loan fund was established to assist community projects and new or expanding businesses in Snyder Texas. The fund works closely with local banks, other loan funds, state and federal agencies in financing projects. A completed application form is necessary for the fund to evaluate the proposed project and make recommendations to the loan review committee.

The fund generally requires a minimum of 10% equity contribution from an applicant and participation (depending on the loan type) of a commercial lender.

If loan funds are committed, they must be used within 60 days. If funds are not used within 60 days, interest will accrue at the rate specified for your loan or the funds will be returned to the Development Corporation of Snyder.

The fund encourages applicants to apply for financing through local financial institutions and other loan funds – local, regional, state and federal programs, and may require documentation from a financial institution that it cannot finance the entire project, thus creating the need for a partner (the fund) to participate in a loan to make the project successful.

In addition to this application, the applicant is also asked for additional information, which includes a business and financial information and supporting documents (see the following page). A non-refundable application fee of \$100 is payable at the time an application is submitted. After fund review, the Loan Review Committee will review the project and make the final decision. The applicant will be responsible for all closing costs associated with their loan.

You and your business are assured privacy. Financial information and any trade secrets that you may have will be held in confidence and considered as needed in executive session or at meetings that are closed to the public and deemed confidential pursuant to state law.

For new construction or remodel/expansion projects, the applicant must have approval from the loan review committee prior to beginning the project. Failure to do so will jeopardize loan fund eligibility.

For assistance completing this application package contact the Development Corporation of Snyder (DCOS) at 325-573-1544 or dcos@developsnyder.com.

Development Corporation of Snyder Revolving Loan Fund Application Checklist

Copies of all items marked below must be submitted to the
Development Corporation of Snyder
Revolving Loan Fund before final action can be taken on your loan request.

_____ Application

Business Financial Data (necessary to make loan recommendation)

- _____ Business Plan
- _____ Balance Sheet, Income Statements, and Cash Flow Statement of business – past (3) three years
- _____ Projected Balance Sheet, Income Statement, and Cash Flow Statement for next (3) years (Preferably use the SBDC Proforma Template)
- _____ Interim financial statements (current within 60 days)
- _____ Business tax returns for past (3) three years
- _____ Personal tax returns of principal owners (over 20%) for past (3) three years
- _____ Personal Financial Statement(s) of the principal owners (over 20%), current and signed
- _____ Cost estimates on real estate, construction and equipment purchases
- _____ Preliminary building plans and specifications
- _____ Lease Agreement
- _____ Summary of Collateral
- _____ Collateral Position(s) of all lenders identified in the application
- _____ Bank Denial Letter – establishing need for additional funds, if applicable
- _____ Bank Commitment Letter and/or letter identifying other funding sources
- _____ Corporate Resolution giving authority to borrow funds and execute loan documents, if applicable
- _____ Verification of corporation status
- _____ \$100.00 Non-refundable application fee payable to West River Foundation

Supporting Documents (necessary to process loan)

- _____ Resume of Principal(s) (normally those with 20% ownership or more)
- _____ Articles of Incorporation/By-Laws, if corporation
- _____ Partnership Agreement, if partnership
- _____ Franchise Agreement
- _____ Certificate of Good Standing
- _____ Purchase Agreement
- _____ Buy-Out Arrangement
- _____ Project or real estate appraisal
- _____ Proof of Insurance on business/premises
- _____ Site map or photo of the project

Development Corporation of Snyder Revolving Loan Fund Application Form

Please type or print clearly. Be sure to fill in each blank and answer each question. If not applicable, mark N/A and explain. If there is not enough room, attach additional sheets. Financial data and supplemental information as noted on the Applicant Checklist is required prior to loan review.

Applicant Name(s): _____

Business Name: _____

Business Address: _____ City: _____ State & Zip: _____

Business Mailing Address: _____

Phone: _____ Cell Phone: _____ Fax: _____

Email address: _____

Legal Description of Project: _____

DUNS Number for business: _____

Project Classification: _____ Infrastructure _____ Community
 _____ Retail _____ Manufacturing _____ Home Based Business
 _____ Back Office _____ Wholesale Distributor _____ Other: (_____)

Date Business Established: _____

Employer's Identification Number: _____ Owner Soc. Sec. No. _____

Amount Requested: _____ Purpose: _____

Collateral Offered: _____

1. **DESCRIBE YOUR BUSINESS:** (legal structure, ownership, primary business activity, management experience and any subsidiaries, divisions of major outside investment by company or owners.) Attach additional pages as necessary.

2. **DESCRIBE THE PROPOSED PROJECT:** (include previous experience that supports successful achievement) Attach additional pages as necessary.

3. SOURCES AND USES OF FUNDS

Proposed Sources of Funds

Amount applied for from the Fund _____
Amount applied for from Bank _____
Amount applied for from regional/local loan funds _____
Amount applied for from other _____
Owner's Equity (existing equity) _____
TOTAL SOURCE OF FUNDS _____

Proposed Uses of Funds (include all costs associated with project).

Land _____
Land Improvements _____
Building _____
Remodeling _____
New Construction _____
Machinery & Equipment (attach list and cost) _____
Furniture & Fixtures (attach list and cost) _____
Working Capital _____
Inventory _____
Accounts Receivable _____
Other () _____
TOTAL USES OF FUNDS _____

Please specify the source of the borrower's equity injection:

4. PARTICIPATING, SERVICING OR SPONSORING LENDER: (if more than one continue on back).

Lender Name: _____
Address: _____
City: _____ Phone: _____ Fax: _____

Business Account Number: _____
Amount of Loan requested for this project: _____
Term: _____ Interest Rate: _____
Contact Person: _____
Participating Lending Comments:

The Primary objective of the Fund is to assist projects that contribute to rural development, job retention and/or creation, improve rural infrastructure and meet unmet needs in rural areas resulting in the creation of new wealth. In this objective, the Fund participates with financial institutions and other lenders to maximize the available capital for development projects. The Fund may require that the applicant have a commitment from a lender prior to applying for funds. Approval of a loan may be contingent upon this agreement.

Has the company or any officers of the company ever been involved in bankruptcy proceedings? yes no

If Yes, explain _____

Is the company or any officer of the company involved in any pending lawsuits?

yes no

If Yes, explain _____

Loan Fees:

1. Loan Application Fee of \$100. This fee is non-refundable. Please attach payment.
2. Loan Origination Fee of 1% of the loan amount. Payable at loan closing.
3. Document Preparation Fee of \$150. Payable at loan closing.

Information for Government Monitoring Purposes

The following information is requested by the Federal Government for certain types of loans in order to monitor the Lender's compliance with equal credit opportunity. You are not required to furnish this information, but are encouraged to do so. The law provides that a Lender may neither discriminate on the basis of this information, nor on whether you choose to furnish it. However, if you choose not to furnish it, under Federal regulations this Lender is required to note race and sex on the basis of visual observation or surname. If you do not wish to furnish the above information, please check the box below. (Lender must review the above material to assure that the disclosures satisfy all requirements to which the Lender is subject under applicable state law for the particular type of loan applied for.)

Applicant #1

I do not wish to furnish this information

Race/National Origin

(select one or more)

American Indian or Alaska Native

(not Alaskan)

Black or African American

Asian

Hispanic or Latino

Native Hawaiian or Pacific Islander

White

Other (specify) _____

Sex:

Male

Female

Applicant #2

I do not wish to furnish this information

Race/National Origin

(select one or more)

American Indian or Alaska Native

(not Alaskan)

Black or African American

Asian

Hispanic or Latino

Native Hawaiian or Pacific Islander

White

Other (specify) _____

Sex:

Male

Female

CONFIDENTIAL CREDIT AND PERSONAL BACKGROUND REPORT

The Development Corporation of Snyder Revolving Loan Fund will obtain at its own expense a credit report and personal background check on the applicant(s). The Development Corporation of Snyder Revolving Loan Fund will comply with all provisions of the Fair Credit Reporting Act (15 USC 1681 et seq.). The Development Corporation of Snyder Revolving Loan Fund will not disclose any part of any credit report or background check to anyone except authorized individuals, which may include the financial institution or lending agency (if any) agreeing to participate with the Development Corporation of Snyder Revolving Loan Fund.

CERTIFICATION

I/We hereby certify that the information contained on this application and the attachments are correct and complete to the best of my/our knowledge and there is no intent to deceive or defraud the Fund or any potential participant in any loans to finance the project.

I/We hereby certify that I/we have read, understand and agree to the terms and conditions of the Development Corporation of Snyder Revolving Loan Fund.

I/We grant The Development Corporation of Snyder Revolving Loan Fund the authorization to make all inquiries, including, but not limited to credit, deemed necessary to verify the accuracy of the statements made herein with this application.

NAME OF APPLICANT COMPANY: _____

NAME OF AUTHORIZED OFFICIAL: _____

TITLE OF AUTHORIZED OFFICIAL: _____

SIGNATURE: _____ DATE: _____



The U.S. Department of Agriculture (USDA) prohibits discrimination in all its programs and activities on the basis of race, color, national origin, age, disability, and where applicable, sex, marital status, familial status, parental status, religion sexual orientation, genetic information, political beliefs, reprisal, or because all or part of an individual's income is derived from any place assistance program. (Not all prohibited bases apply to all programs.) Persons with disabilities who require alternative means for communication of program information (braille, large print, audiotape, etc.) should contact USDA's TARGET Center at (202) 720-2600 (voice and TDD). To file a complaint of discrimination, write to USDA, Director of Civil Rights, 1400 Independence Avenue, S.W. Washington, D.C. 20250-9410, or call (800) 795-3272 (voice), or (202) 720-6382 (TDD). "USDA is an equal opportunity provider, employer, and lender".

The Development Corporation of Snyder, Inc is an Equal Employment Opportunity Employer. Discrimination because of gender, race, color, religion, national origin, age, disability or veteran's status is prohibited. The Cooperative and the Foundation recruit, hire, train, and promote the most qualified person into all levels without regard to age, race, color, religion, national origin, gender, or disability (except where disability and gender are bonafide occupational qualification).

