Six County Loan Application Checklist

Who is eligible? For-Profit Businesses Located Only in Faribault, Le Sueur, Martin, Sibley, Waseca, and Watonwan Counties

Terms:
- $10,000 minimum / $60,000 maximum amounts
- Minimum 6% interest
- Types of businesses: Manufacturing, Service, Retail, Distribution, Value-added Agriculture
- Uses: Real estate (up to 20 years), machinery & equipment (15 years), working capital (5 years)
- Up to one-third of the project cost may be financed through this program
- One job created for each $10,000 funds dispersed
- Request must be for “legal purpose” and meet all zoning regulations

Required documents:
- Business & Marketing Plans; including resumes
- Business Financial Statements; including Balance Sheets, Profit & Loss Statements, along with Notes
- Personal Financial Statement(s) < 20% investors
- Financial Projections; Three-Year Pro Formas
- Bank Rejection Letter or Knowledge of Reasons for Rejection
- Corporate and Personal Tax Returns (past 2-3 years)
- Project Estimates/Invoices/Appraisals
- Bankruptcy- full explanation
- Credit Reports
- Life Insurance Policy (for major stakeholders)
- Personal Guarantee(s)
Approval Considerations:
Preferred that owners/ investors are residents in the 6 counties and business MUST be located in the counties of the loan program.

Jobs would be Created / Retained for the Unemployed and / or Underemployed

Jobs Filled Using Local Residents

Type of Business Would Help to Diversify the Local Economy (i.e. manufacturing, distribution, ag-processing, etc.)

Business Will Use Local Sources of Supply for Raw and / or Semi-Finished Materials to the Greatest Extent Possible

Business Would Sell Goods and / or Services Outside of the Region

Local Property Tax Base Will be Enhanced by Adding Market Value to Real Property

Construction Projects Must Pay Davis-Bacon Wage Levels

If approved:
1 ½% Origination Fee Paid to R9 Due at Closing

$600 Processing/ Legal Fee Paid to R9 at Closing

Hazard Insurance on the Collateral, naming Region Nine
Revolving Loan Fund as Loss Payee, and Proof of Workman’s Compensation Insurance Must be Provided

Loan Recipients Will be Required to Fill Out Semi-Annual Reports on Number of Jobs Created and/or Retained