

JENNIFER M. GRANHOLM
GOVERNORSTATE OF MICHIGAN
MICHIGAN BROADBAND DEVELOPMENT AUTHORITY
LANSINGJAMES W. BUTLER III
VICE PRESIDENT

Financing Application Form

(Form MBDA-11: Cool Cities Seed Loan Application)

This form is to be used by local economic development organizations and/or private corporations (collaborative public/private partnerships preferred) to acquire zero percent loans up to \$50,000 for planning, engineering, legal and other costs associated with the development, improvement or expansion of broadband network services in the 12 projects designated by the Cool Cities Pilot Program.

General credit requirements

MBDA uses much the same credit criteria as any private lender. The primary tests of creditworthiness are:

1. Repayment Ability: Borrowers should demonstrate their organization's ability to cover expenses and repay the loan.
2. Management: Borrowers must show their capability to manage the business or project. For a startup, experience in the same industry is critical.
3. Equity: Borrowers must demonstrate their confidence in the project with an equity contribution of approximately 30%, but this varies according to the risk profile of the borrower
4. Collateral: Borrowers should offer collateral commensurate with the amount of the loan whether it be company assets, personal assets or government guarantees.
5. Credit History: Borrowers must agree to personal and/or organizational credit reviews.

To apply for a Seed Loan with the Michigan Broadband Development Authority, please provide all of the information requested below and submit this form (electronically via e-mail or in printed hard copy) to:

Michigan Broadband Development Authority
Attention: Edwin R. Harlin, Project Manager
735 E. Michigan Avenue
Lansing, Michigan 48912
E-mail: harline@michigan.gov
Phone: 517.241.2121
Fax: 517.373.3150

Please provide all of the information requested in the form below.

If you have questions about Broadband Authority financing programs or this application form, please contact Edwin R. Harlin, Project Manager at the address above.

Confidentiality request

If you would like to request confidential treatment for any or all of the information provided with your application, you will need to fill out the Broadband Authority's Confidentiality Request Form, which is available online WWW.BROADBANDAUTHORITY.ORG

NAME:

PROJECT NAME:

APPLICATION DATE:

Mailing Address

Street Address:

Street Address 2:

City:

State:

Zip Code:

Phone:

Fax:

Lead Contact

Name of lead contact:

Title:

Direct Phone:

Fax:

E-mail:

Entity type:

Non profit or government entity

For profit company

Amount requested for Seed Loan: \$ _____

Amount contributed by organization: \$ _____

Describe why a Seed Capital Loan is needed to assist in applying for Broadband Authority Financing.

Describe how the Seed Capital Loan proceeds will be used.

Uses of funds

	Amount	Describe Purpose	Timeframe
Consultants:	\$		
Market Study	\$		
Engineering/technical study	\$		
Legal services	\$		
Other	\$		
Total	\$		

Release Form

Please fill in the spaces below then print, sign and fax this page back to the Broadband Authority at (517) 373-3150.

I certify for the purpose of obtaining credit that I am authorized to submit this loan application on behalf of the organization, and that the information and representations contained in this application and any supplementary information are true, complete, accurate and current to the best of my knowledge. The Michigan Broadband Development Authority and its contractors are authorized to make any credit investigations necessary to process this application and to respond to any inquiries regarding its credit experience with Applicant.

APPLICANT:

(Name of Sponsor Organization)

BY: _____
(Authorized Signature)

TITLE:

DATE: