

FORM 2 (BORROWER)
PLEASE TYPE OR PRINT

**APPLICATION FOR PARTICIPATION IN THE SMALL
BUSINESS PLEDGE PROGRAM**

(A) Name and address of small business:

Name of Small Business (Doing Business As) SIC # Taxpayer ID #

Local Address

City Zip Code County

President or CEO Area Code – Phone #

Local Contact Person Area Code – Phone # Area Code – Fax #

**FOR THE FOLLOWING QUESTIONS, PLEASE
ATTACH AND REFERENCE YOUR BUSINESS PLAN
IF AVAILABLE. YOU DO NOT NEED TO INCLUDE
CONFIDENTIAL FINANCIAL DATA.**

(B) Business Data:

1. Where is the company headquartered?

2. Does the company maintain offices and facilities exclusively in Ohio? Yes
No

3. Is the company organized for profit? Yes No

(C) How long has the company been in business? If a new business, when is the expected opening date?

(D) Background of Company: Include owners' name(s), business structure, purpose of business, a brief company history. Attach company brochures or pages as necessary.

(E) Describe the product(s) and/or service(s) the company offers.

(F) If your firm is classified as retail, please complete this section.

1. What is your location's zoning? _____
2. Are you located in or expanding into the downtown or a vacant store of a shopping center located in Painesville? Yes No
3. Are there any other sources of loan funds available for this project in the amount of this request? Yes If yes, please describe. No

(G) Describe the proposed use of the loan proceeds. Be very specific.

(H) What is the location for the use of funds?

FILL OUT ITEMS (I) THROUGH (K) ONLY IF YOU ARE APPLYING FOR FUNDS BASED UPON JOB CREATION/RETENTION OR IF YOUR FIRM IS CONSIDERED RETAIL

(I) How many jobs will your participation in the PLEDGE Program affect in the next two years? Include only those jobs that will be on the applicant company's payroll. Use N/A for "Not Applicable."

***Full-time jobs retained** _____ **Full-time jobs created** _____
***Part-time jobs retained** _____ **Part-time jobs created** _____

*Retained means only those employees who face a lay-off in the absence of a loan.

(J) How many employees are currently on your local payroll?

TOTAL _____ Number of full-time employees _____
 Number of part-time employees _____

Of these, how many will be retained (otherwise laid off) and/or will be hired with your participation in the **PLEDGE** Program?

		<u>City Residents</u>	<u>Lake County Residents</u>
TOTAL	_____	_____	_____
	Number of full-time jobs created	_____	_____
	Number of part-time jobs created	_____	_____
	Number of full-time job retained	_____	_____
	Number of part-time jobs retained	_____	_____

Indicate the estimated pay range for the employees reported above.

<u>Number of Employees</u>	<u>Pay Range</u>
_____	\$ 0 – 5,000
_____	5,001 – 10,000
_____	10,001 – 15,000
_____	15,001 – 20,000
_____	20,001 – 25,000
_____	25,001 – 30,000
_____	30,001 – 35,000
_____	35,001 – 40,000
_____	40,001 – 45,000
_____	45,001 – 50,000
_____	Over \$ 50,000

(K) How will the fixed rate and reduced rate benefits of the PLEDGE Program materially contribute to the company’s ability to employ?

**FILL OUT ITEM (L) ONLY IF YOU ARE APPLYING FOR FUNDS
BASED UPON INVESTMENTS FOR SITE REDEVELOPMENT AND
IF YOUR FIRM IS CONSIDERED RETAIL**

(L) Describe any acquisition, construction, or renovations. Attach a site drawing showing planned improvements. Detail all project funding. Attach addendum or your business plan if necessary.

(M) Is the applicant participating in any other Federal, State, or Local Government Programs?

◇ **Yes** If yes, describe. ◇ **No**

(N) Has the company participated in the State of Ohio's Linked Deposit Program under any other name?

◇ **Yes** If yes, describe. ◇ **No**

(O) Certification and Statement of Business:

Under penalty of law, the small business named in this statement has accurately and truthfully answered the questions as listed and has made application to the financial institution for the sole purpose of saving and/or creating jobs or investments which will benefit economic development under the Linked Deposit provisions of the Ohio Revised Code. The business certifies that the funds borrowed from an eligible lending institution will not be used for purposes of gain under an investment arbitrage situation. Furthermore, it is fully understood that any use of the funds, other than that intended pursuant to Sections 135.61 to 135.67, constitutes an act of fraud. The business also certifies that it will maintain its operations within the City during the term of the loan and shall comply with all applicable equal employment regulations. The small business agrees to comply with any and all monitoring efforts that may be required by the City of Painesville. Failure to do so in a complete and timely manner may affect continued participation in the program. I further certify that all City income tax liabilities are paid current and will remain so as long as the business is located within City limits. I further agree to permit the City or its designee to annually verify principal, loan balance and payment history, other verification that may be required by Federal, State, and Local laws or as reasonably directed by the City's Director of Finance, or to books relating to loan.

Business Name

Signature of President/Chief Executive Officer

Date

(P) Certification of Financial Institution:

Under penalty of law, the financial institution making application under the Linked Deposit Program provisions of the Ohio Revised Code certifies that, according to information revealed in the loan application, the applicant is an eligible small business and that the benefits of the linked deposit materially contribute to the preservation and/or creation of jobs or the economic development of the City of Painesville. This statement by the financial institution is based upon its best judgment and only upon factors known to it and relevant in financial statements submitted to it by the small business in question. It is also understood that, since the City of Painesville is not a lender of funds, the decisions involved in granting loans to the small business rests solely upon the financial institution. The lender certifies that the present borrowing rate listed on the application Form 1 is the present borrowing rate of this eligible small business and is the true borrowing rate that would be charged in the absence of the Linked Deposit Program. Approved applicants will receive a fixed-reduced rate of interest on the loan described in this application for the period of the deposit of the City of Painesville. The lender agrees to comply with any and all monitoring efforts that may be required by the City of Painesville.

Name of Financial Institution

Signature of Lender

Date

Information provided to the City of Painesville is a matter of public record.

Submit only data that directly affects acceptance under this program. The City of Painesville is not a lender of funds. Information concerning matters of financial confidentiality should not be included in this application.

PLEDGE CERTIFICATION

In consideration for The City of Painesville, Ohio granting the benefits of the “Participating Loan to Enable a Development Growth Environment” program, as authorized in City Resolution Number 9-99, the applicant promises to use its best efforts to accomplish the project described in this application and agrees to:

- a. Conduct its operations within The City of Painesville, Ohio, and within complete compliance with all federal, state, and local constitutions, charters, statutes, ordinances, rules, regulations, guidelines and circulars of whatever nature.
- b. Not move the business operations benefited from the “Participating Loan to Enable A Development Growth Environment” program out of The City of Painesville, Ohio.
- c. Not discriminate against any employee or applicant for employment because of race, color, religion, sex, age, handicap, or national origin.
- d. Timely prepare and deliver to the City’s staff such written reports as the City’s staff may require of the employer from time to time to monitor the effectiveness of the program in accomplishing the Commission’s objective to enhance the economic welfare of the community and enabling the creation and/or retention of employment within the City of Painesville, Ohio.

Applicant

Signature

Title