

# VILLAGE OF EWING - LB840 PROGRAM APPLICATION

## **Business (Borrower) Information:**

Name of Business Requesting Assistance: \_\_\_\_\_ Federal ID# \_\_\_\_\_

Address: \_\_\_\_\_; \_\_\_\_\_, \_\_\_\_\_, \_\_\_\_\_

(City) (State) (Zip)

Contact Person: \_\_\_\_\_ Phone No. \_\_\_\_\_ Fax No. \_\_\_\_\_

Cell \_\_\_\_\_ Email Address: \_\_\_\_\_

Business Classification: ☐ Manufacturing ☐ Service ☐ Retail  
☐ Administrative Management Headquarters ☐ Warehousing and Distribution  
☐ Research and Development ☐ Other

Business Organization: ☐ Proprietorship ☐ Corporation ☐ Partnership ☐ Other \_\_\_\_\_

Does the Company have a Parent or Subsidiaries? ☐ Yes ☐ No

If Yes, please identify by Name: \_\_\_\_\_

Address: \_\_\_\_\_ City, State, Zip: \_\_\_\_\_

Business Status: ☐ Start-up (0-5 yrs old) ☐ Acquisition ☐ Existing (Years in business) \_\_\_\_\_

**Ownership:** List all Officers, Directors, Partners, Owner(s), Co-Owners and/or Stockholders. Under Minority Code, enter "1" if person identified is female, "2" if minority or "3" if person is disabled.

<u>Name</u>	<u>Title</u>	<u>Ownership Percent</u>	<u>Minority Code</u>
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____

(If there are more than space allows, please list on back of application)

## **Personnel:** (Full-time equivalent, based on 2,080 hrs per year)

Existing Number of Full-Time Positions: \_\_\_\_\_

Full-Time Positions to be created within 18 months of Application Approval: \_\_\_\_\_

# of Seasonal Full-time Jobs created: (i.e. Jobs available for at least 3 continuous months and recur annually) \_\_\_\_\_

## **Project Information:**

<u>USES OF FUNDS</u>	<u>TOTAL PROJECT COST</u>	<u>LB840 FUNDS REQUESTED</u>
Land Acquisition	_____	_____
Building Acquisition	_____	_____
New Facility Construction	_____	_____
Acquisition of Machinery/Equip.	_____	_____
Acquisition of Furniture/Fixtures	_____	_____
Working Capital (includes inventory)	_____	_____
Other (specify) _____	_____	_____
<b>TOTALS:</b>	_____	_____

**Sources of Funds:**

**Participating Lender Information:**

Name of Lending Institution: \_\_\_\_\_

Address: \_\_\_\_\_

Contact Person: \_\_\_\_\_ Phone No. \_\_\_\_\_

Loan Amount: \$ \_\_\_\_\_ Loan Term (Yrs) \_\_\_\_\_

Interest Rate Requested: \_\_\_\_\_ ( % ) \_\_\_\_\_ Variable Rate \_\_\_\_\_ Fixed Rate

Collateral Required: \_\_\_\_\_ Equity Required: \_\_\_\_\_

**Equity Information:**

Amount available by Business or Owners for Investment: \$ \_\_\_\_\_

**Project Location:**

Within Ewing City Limits \_\_\_\_\_

Outside of City Limits, but within Zoning Jurisdiction \_\_\_\_\_

Outside of City Limits and Zoning Jurisdiction \_\_\_\_\_

The above information is accurate to the best of my knowledge and belief. The above information is provided to help you evaluate the feasibility of obtaining public financial assistance. I further authorize release of all personal and business credit information to the Village of Ewing and acknowledge this information upon submission will be considered a Public Record.

Signature: \_\_\_\_\_ Printed Name \_\_\_\_\_ Date: \_\_\_\_\_

Signature: \_\_\_\_\_ Printed Name \_\_\_\_\_ Date: \_\_\_\_\_

Signature: \_\_\_\_\_ Printed Name \_\_\_\_\_ Date: \_\_\_\_\_

**ATTACH THE FOLLOWING:**

- Scope and Description of Business/History and the Proposed Project.
- Business Plan
- Support Documentation, Map, Site Plans, Digital Pictures, etc. of Proposed Project.
- 3-yr Historical Balance Sheets and Operating Statements for Existing Business. Statements should be less than 90 days old.
- For Start-up Projects, provide Projected Year-End Statements for first two years of Operations.
- Personal Financial Statement & Guarantees of above Principals maybe Required

	Sole Proprietorship	"S" Corporation	"C" Corporation	General Partnership	Limited Partnership	Limited Liability Companies	Limited Liability Partnership
Submit Economic Development Loan Fund Application	X	X	X	X	X	X	X
Business Plan	X	X	X	X	X	X	X
2 yrs. Complete Individual Federal Tax Return (Signed)	X	X	X	X	X	X	X
2 yrs. Complete Individual Federal Tax Return, if over 25 ownership (Signed)		X	X	X		X	X
2 yrs. Complete Corporate Tax Return (Signed)		X	X				
2 yrs. Complete Partnership Returns (Signed)				X	X		
Tax Return for General Partners & Limited Partners, if over 25					X		
2 yrs. Complete Entity Tax Return (Signed)						X	X
Current Year Profit & Loss Statement (Signed)	X	X	X	X		X	X
Recent Personal Balance Sheet, if over 25 ownership	X	X	X	X	X	X	X
Recent Business Balance Sheet	X	X	X	X	X	X	X
Articles of Incorporation, By-Laws, & Minutes of Last Mtg		X	X				
Corporate Resolution Authorizing Loan Application & Execution of Required Documents		X	X				
Complete Partnership Agreement				X	X		
Credit Bureau Report	X						
Credit Bureau Report for Shareholders of over 25 ownership		X	X				
Credit Bureau Report for General Partners				X	X		
Credit Bureau Report for Managers						X	X
Other Information as Required	X	X	X	X	X	X	X

## Inputs for Financial Projections

### Beginning Cash Balance:

- Amount of cash on hand at start of financial projections.

### Monthly Sales-the monthly sales of goods or services:

- If the monthly sales will vary in different months-this needs to be reflected in projections (A start up business with increasing sales as the business matures / seasonal sales etc.).

### Cost of Goods (COG) or Cost of Services (COS):

- Direct labor-wages and salaries incurred only on the production of a product or delivery of a service.
- Direct materials-all materials specifically used for the production of a product or the delivery of a service.
- Direct overhead-all overhead expenses specifically used for the production of a product or the delivery of a service.

### Expenses:

- Advertising
- Vehicle
- Vehicle expenses (fuel, service, tires etc.) in some projections vehicle & vehicle expenses will be combined depending on the circumstances. Explain in assumptions.
- Donations
- Dues & Subscriptions
- Equipment Rent if applicable
- Office Supplies
- Utilities:
  - Electric
  - Natural Gas
  - Water & Sewer
  - Garbage-in some projections utilities may be combined. Explain in assumptions.
- Real estate and personal property taxes-months they will be paid in.
- Insurance-all types of insurance paid by the business (property, health, disability, life, etc.).
- Licenses/Permits:
- Payroll:
  - Payroll Expenses (employer's share of Social Security).
- Telephone
- Internet/Cable
- Legal fees
- Repairs:
  - Building
  - Equipment
- Rent if applicable.
- Misc.
- Projected Income Taxes-payable on a quarterly basis.
- Real Estate / Building purchase
- Equipment purchased
- Monthly Interest payments-if more than 1-loan list individually
- Monthly Principle payments-if more than 1-loan list individually-**cash flow spreadsheet only**-not listed in income statement
- Depreciation-**income spreadsheet only**-not listed in cash flow statement
- Owner Withdrawals-monthly amount owner will draw from the business-**cash flow spreadsheet only**-not listed in income statement.

If any expenses will vary in different months this needs to be reflected in projections.

Not all businesses will require all categories listed, other businesses will require additional categories.



## PERSONAL FINANCIAL STATEMENT

U.S. SMALL BUSINESS ADMINISTRATION

As of \_\_\_\_\_, 19 \_\_\_\_

Complete this form for: (1) each proprietor, or (2) each limited partner who owns 20% or more interest and each general partner, or (3) each stockholder owning 20% or more of voting stock, or (4) any person or entity providing a guaranty on the loan.

Name	Business Phone
Residence Address	Residence Phone
City, State, & Zip Code	
Business Name of Applicant/Borrower	

ASSETS		LIABILITIES	
	(Omit Cents)		(Omit Cents)
Cash on hands & in Banks .....	\$ .....	Accounts Payable .....	\$ .....
Savings Accounts .....	\$ .....	Notes Payable to Banks and Others .....	\$ .....
IRA or Other Retirement Account .....	\$ .....	(Describe in Section 2)	
Accounts & Notes Receivable .....	\$ .....	Installment Account (Auto) .....	\$ .....
Life Insurance-Cash Surrender Value Only .....	\$ .....	Mo. Payments \$ .....	
(Complete Section 8)		Installment Account (Other) .....	\$ .....
Stocks and Bonds .....	\$ .....	Mo. Payments \$ .....	
(Describe in Section 3)		Loan on Life Insurance .....	\$ .....
Real Estate .....	\$ .....	Mortgages on Real Estate .....	\$ .....
(Describe in Section 4)		(Describe in Section 4)	
Automobile-Present Value .....	\$ .....	Unpaid Taxes .....	\$ .....
Other Personal Property .....	\$ .....	(Describe in Section 6)	
(Describe in Section 5)		Other Liabilities .....	\$ .....
Other Assets .....	\$ .....	(Describe in Section 7)	
(Describe in Section 5)		Total Liabilities .....	\$ .....
Total	\$ .....	Net Worth .....	\$ .....
		Total	\$ .....

Section 1. Source of Income	Contingent Liabilities
Salary .....	As Endorser or Co-Maker .....
Net Investment Income .....	Legal Claims & Judgments .....
Real Estate Income .....	Provision for Federal Income Tax .....
Other Income (Describe below)* .....	Other Special Debt .....

Description of Other Income in Section 1.


\*Alimony or child support payments need not be disclosed in "Other Income" unless it is desired to have such payments counted toward total income.

(Use attachments if necessary. Each attachment must be identified as a part of this statement and signed.)

Name and Address of Noteholder(s)	Original Balance	Current Balance	Payment Amount	Frequency (monthly, etc.)	How Secured or Endorsed Type of Collateral

<b>Section 3.</b>					
Number of Shares	Name of Securities	Cost	Market Value Quotation/Exchange	Date of Quotation/Exchange	Total Value
<b>Section 4.</b> (List each parcel separately. Use attachment if necessary. Each attachment must be identified as a part of this statement and signed.)					
		Property A	Property B	Property C	
Type of Property					
Address					
Date Purchased					
Original Cost					
Present Market Value					
Name & Address of Mortgage Holder					
Mortgage Account Number					
Mortgage Balance					
Amount of Payment per Month/Year					
Status of Mortgage					
<b>Section 5.</b> (Describe, and if any is pledged as security, state name and address of lien holder, amount of lien, terms of payment and if delinquent, describe delinquency)					
<b>Section 6. Unpaid Taxes.</b> (Describe in detail, as to type, to whom payable, when due, amount, and to what property, if any, a tax lien attaches.)					
<b>Section 7. Other Liabilities.</b> (Describe in detail.)					
<b>Section 8. Life Insurance Held.</b> (Give face amount and cash surrender value of policies - name of insurance company and beneficiaries)					
I authorize SBA/Lender to make inquiries as necessary to verify the accuracy of the statements made and to determine my creditworthiness. I certify the above and the statements contained in the attachments are true and accurate as of the stated date(s). These statements are made for the purpose of either obtaining a loan or guaranteeing a loan. I understand FALSE statements may result in forfeiture of benefits and possible prosecution by the U.S. Attorney General (Reference 18 U.S.C. 1001).					
Signature:		Date:		Social Security Number:	
Signature:		Date:		Social Security Number:	
PLEASE NOTE: The estimated average burden hours for the completion of this form is 1.5 hours per response. If you have questions or comments concerning this estimate or any other aspect of this information, please contact Chief, Administrative Branch, U.S. Small Business Administration, Washington, D.C. 20416, and Clearance Officer, Paper Reduction Project (3245-0188), Office of Management and Budget, Washington, D.C. 20503.					

## CREDIT REPORT AUTHORIZATION

The undersigned hereby authorize the City of O'Neill to contact any credit reporting agency or any other credit references for the purpose of obtaining a consumer credit report for the purpose of evaluation creditworthiness in connection with this application for business credit.

Printed Legal Name: \_\_\_\_\_

Social Security Number: \_\_\_\_\_

Signature: \_\_\_\_\_

Date: \_\_\_\_\_

# Needed for successful loan approval

- **Completed LB840 Application**
- **Business Plan**  
(Needed for all new businesses & new owners of succession planning)
- **Three years of historical financial information and Projections**  
(this identifies the business is profitable and you will be capable of making enough money for loan repayment.)
- **Current finances**  
(Profit & Loss statement works great for this)
- **What you will be using for Collateral**  
(This can be any equipment or property you are buying as well as any other assets. LB840 can be 2nd on any lien.)
- **Information on what you are purchasing**  
(Itemized Inventory of what you are purchasing and assessments/appraisals on the properties you are buying)
- **Credit authorization form, signed.**

# BUSINESS PLAN GUIDE

Business Name

Address

City, State, Zip

Telephone / Fax / Email

Owner's Name/Names

Date

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Rural Enterprise Assistance Project  
Center for Rural Affairs  
PO Box 136  
Lyons, NE 68038

### *Notice of Confidentiality*

The information provided by \_\_\_\_\_ in this document is unique to its business and confidential. Anyone reading this is requested not to disclose any of the information without their express written permission.

It is also acknowledged by the reader that the information furnished in this business plan, other than information that is in public domain, may cause serious harm or damage to \_\_\_\_\_ and/or the proposed new owners and will be kept in strict confidence.

**A business plan should be written in the third person. Words such as “I”, “we”, “my”, and “our” should not be used. Instead consider using words and phrases such as “management”, “the owner”, “the company”, “Mr. Smith”, etc.**

**The REAP Basic Business Plan Introduction and Request for Funds is comparable to the Executive Summary used in many business plans.**

## **A. Introduction and Request for Funds**

The Introduction and Request for funds is a condensed version of the entire business plan and should include:

- The name and location of the business
- What type of business do you have or plan to have.
- Are you the current owner or the potential buyer?
- What is unique about your products/services?
- Is the business a start-up, initial operations, in expansion, rapid growth, or stable operations?
- What is or will be the legal form of the organization?
- Who will be the key management personnel?
- Who is requesting the funds?
- For what purpose are the funds being requested?
- How much equity are you investing in the business?
- What collateral will be used to secure the loan?

## **B. Pertinent Business Descriptions**

### **1. What is the business name?**

### **2. When was the business established and by whom?**

- If the business is established list previous owners and timeline of ownership.
- If the business is a start-up, explain what phase the plans are in.

### **3. Where is the business located?**

- List the business location address (street, route, etc.) not a PO Box.

### **4. Describe the building.**

- Describe the type of construction (post & pole, wood frame with metal covering, brick & mortar, metal frame with metal covering etc.).
- Describe the interior wall construction (sheetrock, paneling, painted block etc.).
- Are the walls and ceiling insulated?
- When was the building built (how old)?
- All information that will give the reader knowledge of the building.

- 5. Describe the ownership of the facilities. (Will they be purchased or leased?)**
  - Are the facilities financed or planned to be financed through conventional lenders?
  - Are the facilities financed or planned to be financed with a land sales contract?
  - Are the facilities leased? List the owner.
- 6. What is the layout of the facilities? Provide as an attachment.**
  - If available provide blueprints of the facilities.
  - If blueprints are unavailable draw a floor plan.
  - In the floor plan show walls, doors, windows and anything that provides detail of the facilities.
  - The floor plan does not have to be to scale but should be neat and representative of the facilities.
- 7. What equipment do you have (Specify if purchased or leased)? Provide as an attachment.**
  - Detailed listing of all major equipment owned.
  - Detailed listing of all equipment leased.
  - Detailed listing of equipment to be purchased.
  - OK to group tools such as carpenter hand tools, mechanic hand tools etc.
- 8. What is the legal structure of the business (Sole-proprietorship, partnership, corporation)?**
- 9. Who is your lawyer?**
  - If a lawyer is not selected, determine one that you would use for your business-provide name, law firm and address.
  - If you are unsure of a lawyer to use state that one would be selected when needed.
- 10. Who does your bookkeeping?**
  - Will your bookkeeping be completed in house?
  - If yes, by a full time employee or part time employee?
  - Will the business use a bookkeeping service?
  - Provide the name of the bookkeeper and relationship to the business.
- 11. Who is your accountant?**
  - Will this person or firm provide tax preparation for the business?
  - Provide the name and address of the accountant or firm.
- 12. What types of insurance do you carry?**
  - List all types of insurance policies now in effect or to be put in effect for the business.
  - List amounts of coverage for each type of insurance (liability, comprehensive, theft, fire, etc.).
  - If a start up or expanding business, it is advisable to meet with the insurance agent before finalizing the business plan.
  - The cost of insurance coverage will be needed for the financial projections.
- 13. Who is involved in management and what are their qualifications?**
  - List all management members (owners and employees) of the business and their relationship to the business.
- 14. Do family members help you? How many full-time? How many part-time?**
  - List all family members, duties and relationship to you.
- 15. Do you have other employees? How many full-time? How many part-time?**
  - List the number of all full and part time employees, now employed and those projected to be employed in the future.
  - Provide job descriptions for employees or groups of employees.

**16. If you have employees, explain the labor situation in your area (i.e. is it difficult to find employees?)**

- If you are unfamiliar with the labor situation in the area, the local Chamber of Commerce or economic development offices can provide helpful information.

**17. What is the purpose of your business and highlights of progress to date?**

- Is the purpose to provide all your income?
- Is the purpose to provide supplemental income?
- Is the purpose to provide other family members the opportunity to remain in the area?
- Is the purpose to provide you the opportunity to own and operate a viable business in your local community?
- The highlights can include anything that stands out as positive achievements in the start up phase or expansion of the business.

**C. Products or Services Descriptions**

**18. Describe your products or services: Is there a need for these services or products?**

- Group the products and services by category or brand if it is relevant to the business.
- Benefits of your products/services.
- Level of quality for each product or service.
- Seasonality of your products/service.
- Economic value of your products/services (necessity of discretionary).

**19. What is the view of the current status and prospects for the industry?**

- Is the product /service in a growth mode for your market region?
- Is the product/service something new for your market region?
- Are there local and regional activities/development affecting your products/services.

**20. How is your business affected by major economic, social, technological or regulatory trends?**

- Will adverse economic conditions affect your products/services and how?
- Will your business provide a socially acceptable product/service in your market region?
- Are your products/services of the type that technological advances will create adverse implications?
- Are there regulatory trends possible in the future that could adversely impact your products/services?

**21. Are government regulations affecting your product or service (list them)?**

- List all governmental regulations (licensing, permits, inspections, compliances, etc.) that will apply to your products/services.

**22. How do you distribute your product or service?**

- Are your products/services delivered or performed at the customer's location?
- Are your products/services picked up or performed at the business location?
- Is there a combination of the above offered by the business?

**23. What does it cost to make the product or deliver the service?**

- Take into account direct costs (cost of ingredients, raw materials, etc.) and indirect costs (rent, utilities, etc.)

**24. What is your pricing strategy?**

The pricing policy is one of the most important decisions you will have to make. The “price” must be right” to penetrate the market, maintain a market position, and produce profits.

**Price can be calculated with the following equation: Price + image + service + product + overhead + profit + risk. Some factors influencing the equation are:**

- Perceived value to the customer
- Price sensitivity
- Quality
- Competition
- Services accompanied with core product or service
- Location
- Cost of Goods or Services Sold

## **D. Competition and Customers**

### **25. Who are your major competitors and what is your competitive advantage?**

- List all major competitors by name and location in your market area/region.

### **26. Describe your customers.**

- If individuals define by sex, age, income, occupation, household size etc. Check the Census data for your market area/region.
- Is the primary target market stable, growing, or decreasing?

### **27. Describe customers you would like to attract in the future.**

- As your business grows, expands or new products/services are provided, who will be the new customers?

### **28. How large is the market geographically?**

- From what towns, counties, states and countries (Internet Marketing) do your customers come from?
- What is the size of the different market segments in terms of number of people and amounts of products/services sold to them?

### **29. How large is the market? (Number of potential customers?)**

- Identify by age, sex, income, occupation, household size, etc. (census data) the number of potential customers in your market area/region.

### **30. Why will customers choose your product or service? What benefits do you offer?**

- Will customers choose your products/services because of price, quality, service, personal contacts or some combination of these factors?
- Explain the benefits that set your products/services apart from competitors-product/service knowledge, location, ease of shopping, etc.

### **31. How is customer loyalty established in your business?**

- Friendly and knowledgeable sales/service personnel, correcting mistakes, making every customer feel they are important to your business, delivery of product/service as per agreement with the customer, etc.

### **32. What are your service and product warranty policies?**

## **E. Marketing, Promotion, Advertising and Public Relations Plan**

### **33. What is your market position?**

A market position is the process in which a marketer communicates with consumers to establish a distinct place for its product or brand in their minds.

Positioning is a marketing strategy that creates a perception in the minds of consumers and competitors of the precise needs a certain product fulfills and where it “belongs” on the commercial market.

Examples:

- Marlboro cigarettes are for independent rugged, manly-men.
- Dove soap is for women who want soft skin.
- State Farm Insurance cares about people since it offers “The Good Neighbor” award to school teachers.
- Motel 6 is an inexpensive, homey place to stay.
- Cadillac is an expensive luxury car for wealthy people.

The marketing of minivans has successfully positioned the vehicles as family cars. They could have been positioned as roomy, more comfortable 4X4 vehicles, but they were not. Instead minivans are advertised in parent magazines and during family television viewing hours, and widely recognized as “mommy” cars.

Every new product must be positioned so the particular niche it fulfills is recognized by the individuals who want it. Advertising is the channel through which positioning is created. But marketers must first be keenly aware of the unique qualities of their product that sets it apart from the competition. You need to know your USP (Unique Selling Proposition), in order to know “what” you are trying to position in the market place.

### **34. What is your promotion plan?**

Promotions are the part of a company’s overall marketing plan that informs the public of a product, persuades them to buy it, and influences their perception of it. A highly successful promotion also creates customers whose belief in the product ensures long-lasting loyalty and repeat business.

Promotion of your business involves using all means available to get the message to your customers that your product or service is good and desirable.

You will have identified what is unique about your business and how that uniqueness will benefit the customer. The uniqueness and benefits of your products or services will carry through all of your promotion and will develop your image.

There are endless possibilities for conducting promotions. One or several can be used as part of the “promotional” mix”. Messages can be sent through:

- One-on-one presentations
- Direct mail, i.e. brochures
- Catalogs
- Coupons
- Sweepstakes
- Advertising
- Displays/Trade Shows
- Product demonstrations
- Public relations campaigns
- Publicity

- Direct mail
- Email
- Business and Community Involvement

### **35. What is your advertising plan?**

Advertising is any impersonal form of communication about ideas, goods, or services that is paid for by an identified sponsor. It is usually transmitted by mass media. Some examples are:

- Newspapers
- Magazines
- Television
- Radio
- Direct mail
- Web sites
- Outdoor billboards
- Brochures
- Directory listings i.e. Yellow Pages
- Promotional items (matchbooks, calendars, pens etc.)
- Word-of-mouth

### **36. What is your public relations plan?**

Public Relations (PR) is a promotional activity that aims to communicate a favorable image of the product or its marketer and to promote goodwill. Several examples of PR are:

- Promotions
- Image enhancement activities
- Publicity
- Public awareness and education
- Community involvement
- Donations

It is important to have a solid and effective public relations plan for your business. People's attitudes drive them toward, or away from a business. If a business has a poor reputation and a poor relationship with the community, odds are that the business will suffer. Businesses that maintain a good image within the community are more likely to succeed.

## **F. Personal and Business Goals**

### **37. State your long term and short term business goals.**

### **38. State your long term and short term personal goals**

### **G. Financial Statements –**

- Previous three years Balance Sheets and Profit and Loss Statements.
- Current Balance Sheets, Profit and Loss Statements, and Cash Flow.
- Projections for the next year (monthly) and the following two years (annual), including assumptions.
- Current Personal Balance Sheet.
- Break-even Statement.
- Startups are pro forma as opposed to historical.

## **H. Attachments**

- Any documents which help the reader understand why this is a good business opportunity.
- Note in the relevant narrative that an attachment is included. Example: (See Building Floor Plan, Attachment 3)
- Personal resume for each owner/manager
- Past 3 years tax returns for business (or owner if a start-up business)
- Floor plan sketch or blueprint
- Copies of leases, loan agreements, legal agreements, incorporation papers, etc.
- Letters of reference from other business owners & professionals
- Letters of intent from suppliers agreeing to sell to you & buyers agreeing to purchase
- Listing of insurance policies by type, company & policy number
- Job descriptions of key personnel
- Copies of policies and warranties
- Marketing pieces—brochures, price lists, menus, business cards, posters, etc.

# BUSINESS PLAN

---

Business Name

---

Address

---

City, State, Zip

---

Telephone / Fax / Email

---

Owner's Name

---

Date

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## **A. Introduction and Request for Funds**

## **B. Pertinent Business Descriptions**

**1. What is the business name?**

**2. When was the business established and by whom?**

**3. Where is the business located?**

**4. Describe the building.**

**5. Describe the ownership of the facilities. (Will they be purchased or leased?)**

**6. What is the layout of the facilities?**

7. What equipment do you have (Specify if purchased or leased)?
8. What is the legal structure of the business (Sole-proprietorship, partnership, corporation)?
9. Who is your lawyer?
10. Who is your accountant?
11. Who is involved in management and what are their qualifications?
12. Do family members help you?      ☐ Yes    ☐ No  
How many full-time?     How many part-time?
13. Do you have other employees?      ☐ Yes    ☐ No  
How many full-time?     How many part-time?
14. If you have employees, explain the labor situation in your area (i.e. is it difficult to find employees?)
15. What is the purpose of your business and highlights of progress to date?

### **C. Products or Services Descriptions**

16. Describe your products or services: Is there a need for these services or products?

**17. What is the view of the current status and prospects for the industry?**

**18. How is your business affected by major economic, social, technological or regulatory trends?**

**19. Are government regulations affecting your product or service (list them)?**

**20. How do you distribute your product or service?**

**21. What does it cost to make the product or deliver the service?**

**22. What is your pricing strategy?**

## **D. Competition and Customers**

**23. Who are your major competitors and what is your competitive advantage?**

**24. Describe your customers.**

**25. Describe customers you would like to attract in the future.**

**26. How large is the market geographically?**

**27. How large is the market? (number of potential customers)?**

**28. Why will customers choose your product or service? What benefits do you offer?**

**29. How is customer loyalty established in your business?**

**30. What are your service and product warranty policies?**

## **E. Marketing, Promotion, Advertising and Public Relations Plan**

**31. What is your market position?**

**32. What is your promotion plan?**

**33. What is your advertising plan?**

**34. What is your public relations plan?**

**35. Who does your bookkeeping?**

**36. What types of insurance do you carry?**

## **F. Personal and Business Goals**

**37. State your long term and short term business goals.**

**38. State your long term and short term personal goals (Use back of page or extra sheet if necessary)**

## **G. Contingency and Exit Plans for Business**

- 39. Please state the contingency plan for your business. Your contingency plan should include a description about how loans and other will be paid should the business be slow, etc. Simply put, what is your plan B in case plan A doesn't work out?**
- 40. Please state potential exit plans for your business. This section could include items such as succession planning, etc.**

## **H. Financial Statements –**

- **Previous three years Balance Sheets and Profit and Loss Statements.**
- **Current Balance Sheets, Profit and Loss Statements, and Cash Flow.**
- **Projections for the next year (monthly) and the following two years (annual), including assumptions.**
- **Current Personal Balance Sheet.**
- **Break-even Statement.**
- **Startups are pro forma as opposed to historical.**

## **I. Attachments**

- Any documents which help the reader understand why this is a good business opportunity.
- Note in the relevant narrative that an attachment is included. Example: (See Building Floor Plan, Attachment 3)
- Personal resume for each owner/manager
- Past 3 years tax returns for business (or owner if a start-up business)
- Floor plan sketch or blueprint
- Copies of leases, loan agreements, legal agreements, incorporation papers, etc.
- Letters of reference from other business owners & professionals
- Letters of intent from suppliers agreeing to sell to you & buyers agreeing to purchase
- Listing of insurance policies by type, company & policy number
- Job descriptions of key personnel
- Copies of policies and warranties
- Marketing pieces—brochures, price lists, menus, business cards, posters, etc.