



Technology Capital Fund

bladc.org

ABOUT US | AREA ECONOMY | BUILDINGS/LAND | WORKFORCE | FINANCING | INFRASTRUCTURE | QUALITY OF LIFE

Initiative Foundation (www.ifound.org)

Loan Amount	\$50,000-\$500,000
Use of Funds	Operating capital Fixed assets, land and buildings Construction or leasehold improvements to accommodate high technology operations Machinery and equipment for high-volume productivity or high-margin applications Commercialization of new product launch and marketing Productivity and process-enhancing software systems
Term of Loan	Variable
Rate of Interest	Negotiated
Down Payment (Equity)	Negotiated
How Long Does it Take	30-60 days
Collateral	Negotiated
Personal Guarantees	Required of principal owner(s).
Eligible Projects	Loans to central Minnesota entrepreneurs to help launch emerging technology ventures and to help established companies integrate proven productivity applications into their business operations and processes.
Ineligible Projects	Absorbing risk or losses from weak or poorly managed companies, refinancing existing debt, alcohol related businesses, pornography, speculative ventures or gambling operations, conventional agriculture.
Preferred Borrowers	Nontraditional business owners including women, minorities, young adults and applicants with low net worth. Individuals outside these categories are also encouraged to apply.
Incentives	Investments may have convertible options exercised by the Initiative Foundation as direct loans, royalty or equity positions
Fees	2% origination fee, one-half of which is considered a nonrefundable loan application fee. The borrower is also responsible for any legal fees associated with documenting and closing the loan.