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| <p>... please send to:</p> <p>Purchase Area Development District - Attn. Norma Reed Pruitt - 1002 Medical Drive P.O. Box 588 Mayfield, KY 42066</p> |  |  |
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PART A – USDA 9007 Rural Energy for America Program

| THE FOLLOWING INFORMATION MUST BE SUBMITTED IN ORDER TO COMPLETE THE GRANT APPLICATION: | | | |
|---|-------------------------------------|--------------------------|---|
| # | Needed | Attached | Description |
| 1. | <input checked="" type="checkbox"/> | <input type="checkbox"/> | Fee Agreement (<input checked="" type="checkbox"/> Form attached) |
| 2. | <input checked="" type="checkbox"/> | <input type="checkbox"/> | Obtain a DUNS Number (<input checked="" type="checkbox"/> Explanation attached) |
| 3. | <input checked="" type="checkbox"/> | <input type="checkbox"/> | Last tax return for you and your spouse |
| 4. | <input checked="" type="checkbox"/> | <input type="checkbox"/> | Last tax return/financial statement for the business you are applying the grant for |
| 5. | <input checked="" type="checkbox"/> | <input type="checkbox"/> | Names and contact information of affiliated (through ownership or management control) or subsidiary businesses |
| 6. | <input checked="" type="checkbox"/> | <input type="checkbox"/> | Copy of your business legal organizational documents |
| 7. | <input checked="" type="checkbox"/> | <input type="checkbox"/> | Personal resume of yourself and the day to day management of your company |
| 8. | <input checked="" type="checkbox"/> | <input type="checkbox"/> | Authorization to release and collect information (<input checked="" type="checkbox"/> Form attached) |
| 9. | <input checked="" type="checkbox"/> | <input type="checkbox"/> | Schedule of all government financing applicant applied for prior to this application |
| 10. | <input checked="" type="checkbox"/> | <input type="checkbox"/> | Resolution from the Board of Directors/Management (<input checked="" type="checkbox"/> Form attached) |
| 11. | <input checked="" type="checkbox"/> | <input type="checkbox"/> | RD-1940-Q-A1 - Certification for Contracts, Grants and Loans (<input checked="" type="checkbox"/> Form attached) |
| 12. | <input checked="" type="checkbox"/> | <input type="checkbox"/> | AD-1047 - Certification Regarding Debarment, Suspension, and Other Responsibility Matters (<input checked="" type="checkbox"/> Form attached) |
| 13. | <input checked="" type="checkbox"/> | <input type="checkbox"/> | AD-1048 Certification Regarding Debarment (<input checked="" type="checkbox"/> Form attached) |
| 14. | <input checked="" type="checkbox"/> | <input type="checkbox"/> | AD-1049 - Certification Regarding Drug-Free Workplace Requirements (<input checked="" type="checkbox"/> Form attached) |
| 15. | <input checked="" type="checkbox"/> | <input type="checkbox"/> | RD-400-1 Equal Opportunity Agreement (<input checked="" type="checkbox"/> Form attached) |
| 16. | <input checked="" type="checkbox"/> | <input type="checkbox"/> | RD-400-4 Assurance Agreement (<input checked="" type="checkbox"/> Form attached) |
| 17. | <input checked="" type="checkbox"/> | <input type="checkbox"/> | Anti Lobbying Certification (<input checked="" type="checkbox"/> Form attached) |
| 18. | <input checked="" type="checkbox"/> | <input type="checkbox"/> | SF-LLL - Disclosure of Lobbying Activities (<input checked="" type="checkbox"/> Form attached) |
| 19. | <input checked="" type="checkbox"/> | <input type="checkbox"/> | USCIS Verification Status (<input checked="" type="checkbox"/> Form attached) |
| 20. | <input checked="" type="checkbox"/> | <input type="checkbox"/> | Letter from participating lender stating the terms and conditions of its participation and the reason why it will not finance the entire project. |
| 21. | <input checked="" type="checkbox"/> | <input type="checkbox"/> | Copy of your banks financial assessment for the project |
| 22. | <input checked="" type="checkbox"/> | <input type="checkbox"/> | Certification regarding Matching Funds (<input checked="" type="checkbox"/> Form attached) |
| 23. | <input checked="" type="checkbox"/> | <input type="checkbox"/> | Detailed project cost break-down along with providing vendor quotes for proposed materials, machinery, equipment, and installation costs, if applicable |
| 24. | <input checked="" type="checkbox"/> | <input type="checkbox"/> | Vendor/manufacturer/contractor certification(s) that the proposed improvements are commercially available and replicable |
| 25. | <input checked="" type="checkbox"/> | <input type="checkbox"/> | Vendor/manufacturer/contractor certification(s) for their capability of servicing the equipment and material warranties. Furthermore, give information about the term(s) of warranties. |
| 26. | <input checked="" type="checkbox"/> | <input type="checkbox"/> | Statement/certification about the system design life expectancy |

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|-----|-------------------------------------|--------------------------|---|
| 27. | <input checked="" type="checkbox"/> | <input type="checkbox"/> | Environmental Form 1940-20 (<input checked="" type="checkbox"/> Form attached) |
| 28. | <input checked="" type="checkbox"/> | <input type="checkbox"/> | Certification 4280.103 (<input checked="" type="checkbox"/> Form attached) |
| 29. | <input checked="" type="checkbox"/> | <input type="checkbox"/> | Certification 4280.109 (<input checked="" type="checkbox"/> Form attached) |
| 30. | <input checked="" type="checkbox"/> | <input type="checkbox"/> | Certification Small Energy Efficiency (<input checked="" type="checkbox"/> Form attached) |
| 31. | <input checked="" type="checkbox"/> | <input type="checkbox"/> | Energy Assessment (project costs less than \$50,000) or Energy Audit (project costs more than \$50,000) |
| 32. | <input checked="" type="checkbox"/> | <input type="checkbox"/> | List of team members (for the realization of the project) and project service providers, along with their credential (as proof for their capability of managing and realizing the proposed project) |
| 33. | <input checked="" type="checkbox"/> | <input type="checkbox"/> | Copy of all required building, zoning, etc., agreement and permits (if applicable) |
| 34. | <input checked="" type="checkbox"/> | <input type="checkbox"/> | Project development schedule (time table) |
| 35. | <input checked="" type="checkbox"/> | <input type="checkbox"/> | Self Evaluation Score (<input checked="" type="checkbox"/> Form attached) |
| 36. | <input type="checkbox"/> | <input type="checkbox"/> | |
| 37. | <input type="checkbox"/> | <input type="checkbox"/> | |
| 38. | <input type="checkbox"/> | <input type="checkbox"/> | |
| 39. | <input type="checkbox"/> | <input type="checkbox"/> | |
| 40. | <input type="checkbox"/> | <input type="checkbox"/> | |
| 41. | <input type="checkbox"/> | <input type="checkbox"/> | |
| 42. | <input type="checkbox"/> | <input type="checkbox"/> | |
| 43. | <input type="checkbox"/> | <input type="checkbox"/> | |
| 44. | <input type="checkbox"/> | <input type="checkbox"/> | |
| 45. | <input type="checkbox"/> | <input type="checkbox"/> | |
| 46. | <input type="checkbox"/> | <input type="checkbox"/> | |
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| 50. | <input type="checkbox"/> | <input type="checkbox"/> | |
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| 56. | <input type="checkbox"/> | <input type="checkbox"/> | |
| 57. | <input type="checkbox"/> | <input type="checkbox"/> | |
| 58. | <input type="checkbox"/> | <input type="checkbox"/> | |
| 59. | <input type="checkbox"/> | <input type="checkbox"/> | |
| 60. | <input type="checkbox"/> | <input type="checkbox"/> | |
| 61. | <input type="checkbox"/> | <input type="checkbox"/> | |
| 62. | <input type="checkbox"/> | <input type="checkbox"/> | |
| 63. | <input type="checkbox"/> | <input type="checkbox"/> | |
| 64. | <input type="checkbox"/> | <input type="checkbox"/> | |
| 65. | <input type="checkbox"/> | <input type="checkbox"/> | |
| 66. | <input type="checkbox"/> | <input type="checkbox"/> | |

PART B – General Information Form / Applicant Eligibility

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|-----------------------------------|--|---------------|---|---|---|-----------------------|
| I. | Certified Development Company / Intermediary Purchase Area Development District | | | Date Of Grant Application | | |
| | Contact Person Norma Pruitt | | | Telephone Number (270) 247-6117 | | |
| II. | Grantee / Applicant | | | | TAX / Employer ID #: | |
| | | | | | DUNS Number: | |
| | <input type="checkbox"/> The applicant is an individual and is a citizen of the U.S. or has resided in the U.S. after being legally admitted for permanent residence*. <input type="checkbox"/> The applicant is an entity which is at least 51% owned, directly or indirectly, by individuals who are either citizen of the U.S. or reside in the U.S. after being legally admitted for permanent residence*. * If "Permanent Resident", please fill out + sign USCIS Release Form! | | | | | |
| | Name of Principal in Charge | | | Telephone Number | | FAX Number |
| | Address | | | Street Address of Project (if different) | | |
| | City | County | State/ZIP Code | City | County | State/ZIP Code |
| Applicants E-Mail-Address: | | | Applicants Website: | | | |
| III. | <input type="checkbox"/> S Corporation, Year Chartered: _____ <input type="checkbox"/> C Corporation, Year Chartered: _____ <input type="checkbox"/> Partnership, # of Partners: _____ <input type="checkbox"/> Proprietorship <input type="checkbox"/> LLC <input type="checkbox"/> Trust | | Business: <input type="checkbox"/> New <input type="checkbox"/> Existing | | Ownership of Company (51% or more): Veteran: <input type="checkbox"/> Yes <input type="checkbox"/> No Woman: <input type="checkbox"/> Yes <input type="checkbox"/> No Minority: <input type="checkbox"/> Yes <input type="checkbox"/> No | |
| | | | NAICS Code: | | Location: <input type="checkbox"/> Rural <input type="checkbox"/> Urban <input type="checkbox"/> Metro | |
| | NAICS CODE LIMITATIONS: <input type="checkbox"/> Attached as separate sheet | | | | | |
| | FINANCIAL INFORMATION FOR SIZE DETERMINATION <input type="checkbox"/> Attached is financial information to allow the Agency to determine the applicant's size. All information submitted under this paragraph has been substantiated by authoritative records. Financial size will determine the number of points the applicant is eligible for – for scoring criteria #6 – Small agricultural producer – or – Very Small Business. Voluntarily providing tax returns is one means of satisfying this requirement and providing documentation for scoring criteria #6. IRS forms submitted are as follows (please check as applicable): <input type="checkbox"/> IRS form 1120 – Corporation <input type="checkbox"/> IRS form 1120S – "S" corporation <input type="checkbox"/> IRS form 1065 – Partnership <input type="checkbox"/> IRS Schedule F – Farming <input type="checkbox"/> IRS Schedule C – Business <input type="checkbox"/> IRS Form 1040 | | | | | |

PART B – General Information Form / Applicant Eligibility

IV. THE APPLICANT IS (CHOOSE ONE):

An Agricultural Producer
 Please explain and attach documentation how you meet the following definition:
An agricultural producer is an individual or entity directly engaged in the production of agricultural products, including crops (including farming); Livestock (including ranching); forestry products; hydroponics; nursery stock; or aquaculture, whereby 50% or greater of their gross income is derived from the operations. 50% or greater of gross income is determined as follows:

Line 11 of IRS Form Schedule F divided by Line 22 IRS Form 1040) + (Line 35 of IRS Form Schedule F) + (Line 28 and 30 from Schedule C)

| | | |
|--|----|--|
| Line 11 of IRS Form Schedule F: | \$ | |
| Line 22 IRS Form 1040: | \$ | |
| Line 35 of IRS Form Schedule F: | \$ | |
| Line 28 and 30 from Schedule C: | \$ | |
| Percentage of Gross Income derived from agriculture: | % | |

Provide the gross market value of your agricultural products, gross agricultural income, and gross non-farm income of the applicant for the calendar year preceding the year in which you submit your application.

Schedule F – Line 3 and 4 (gross market value of agricultural products)
 \$

Schedule F – Line 11 (gross agricultural income)
 \$

Line 22 of IRS form 1040 + Line 28 and 30 from Schedule C (gross non-farm income)
 \$

An Rural Small Business (RBS)
 Please explain and attach documentation how you meet the following definition <http://sba.gov/size/index.html>:
An entity is considered a small business in accordance with the Small Business Administrations (SBA) small business size standards by NAICS found in Title 13 CFR part 121.
A private entity including a sole proprietorship, partnership, corporation, cooperative (including a cooperative qualified under section 501(c)(12) of the Internal Revenue Code), and an electric utility including a Tribal or governmental electric utility that provides service to rural consumers on a cost of service basis without support from public funds or subsidy from the government authority establishing the district, provided such utilities meet SBA’s definition of small business.
These entities must operate independent of direct Government control. With the exception of the entities described above, all other non-profit entities are excluded.

RSB must provide sufficient information to determine total annual receipts for and number of employees of the business and any parent, subsidiary, or affiliates at other locations. The information provided must be sufficient for the Agency to make a determination of business size as defined by SBA.

Total Annual Receipts – The total income or gross income (sole proprietorship) plus cost of goods sold.

The applicant’s determination of business size is as follows:

- IRS form 1120 – Corporation – line 1a
- IRS form 1120 S – “S” Corporation – line 1a
- IRS form 1065 – Partnership – line 1a
- IRS Schedule C – Business – line 1
- IRS Schedule F – Farming – line 3-4

Documentation as to the number of employees is as follows:

V. NATURE / TYPE OF BUSINESS (attach copy of business plan or copies of any brochures, etc., as applicable)

Attached as separate sheet

PART B – General Information Form / Applicant Eligibility

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|---|--|------------|--------------|----------------|--|---|
| VI. | MANAGEMENT (Proprietors, partners, officers, directors, all holders of outstanding stocks ... 100% of ownership must be shown) | | | | | |
| | Full Legal Name | SSN | Title | Address | % Owner-ship | Veteran |
| | | | | | % | <input type="checkbox"/> Yes <input type="checkbox"/> No |
| | | | | | % | <input type="checkbox"/> Yes <input type="checkbox"/> No |
| | | | | | % | <input type="checkbox"/> Yes <input type="checkbox"/> No |
| | | | | | % | <input type="checkbox"/> Yes <input type="checkbox"/> No |
| VII. | DECLARATIONS OF PRINCIPAL OWNERS, OFFICERS, DIRECTORS | | | | | |
| | Please answer the following questions as they may apply to the applicant company, each officer, each director, and each owner of the applicant company. For each "Yes" answer, attach a separate signed exhibit providing a detailed explanation from the source. | | | | | |
| | 1. Are any involved in any claim or lawsuit? | | | | | <input type="checkbox"/> Yes <input type="checkbox"/> No |
| | 2. Are any federal, state, or local taxes delinquent? | | | | | <input type="checkbox"/> Yes <input type="checkbox"/> No |
| | 3. Are you delinquent in any (other) federal debt? | | | | | <input type="checkbox"/> Yes <input type="checkbox"/> No |
| | 4. Have any ever been involved in bankruptcy or insolvency proceedings? | | | | | <input type="checkbox"/> Yes <input type="checkbox"/> No |
| | 5. Do you anticipate filing bankruptcy in the near future? | | | | | <input type="checkbox"/> Yes <input type="checkbox"/> No |
| | 6. Do you have any outstanding judgments in federal court (other than U.S. tax court)? | | | | | <input type="checkbox"/> Yes <input type="checkbox"/> No |
| | 7. Have any ever had property foreclosed upon or given title or deed in lieu of foreclosure? | | | | | <input type="checkbox"/> Yes <input type="checkbox"/> No |
| | 8. Are any delinquent for child support payments? | | | | | <input type="checkbox"/> Yes <input type="checkbox"/> No |
| | 9. Have you ever been debarred from federal financial assistance? | | | | | <input type="checkbox"/> Yes <input type="checkbox"/> No |
| | 10. Are any presently under indictment, parole, or probation? If yes, indicate date parole or probation is to expire: | | | | | <input type="checkbox"/> Yes <input type="checkbox"/> No |
| | 11. Have any ever been charged with and/or arrested for any criminal offense other than a minor motor vehicle violation? Include offenses which have been dismissed, discharged, or not prosecuted. (All arrests and charges must be disclosed and explained on an attached sheet.) | | | | | <input type="checkbox"/> Yes <input type="checkbox"/> No |
| 12. Have any ever been convicted, placed on pretrial diversion, or placed on any form of probation, including adjudication withheld pending probation, for any criminal offense other than a minor vehicle violation? | | | | | <input type="checkbox"/> Yes <input type="checkbox"/> No | |
| VIII. | FINANCIAL NEED: <input type="checkbox"/> Applicant meets the definition of financial need (<i>please sign attached certification form</i>). | | | | | |
| IX. | PREVIOUS SECTION 9006 GRANTS RECEIVED: | | | | | |
| | Choose one of the following: <input type="checkbox"/> Yes, I have received a Section 9006 Grant in the last 2 years. The purpose of the grant was (<input type="checkbox"/> attached as separate sheet): The amount of the grant was: \$ <input type="checkbox"/> No, I have <u>not</u> received a Section 9006 Grant in the last 2 years. | | | | | |

PART D – Project Information Form / Project Eligibility

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|-------------|--|---|
| I. | TITLE OF PROJECT: | <input type="checkbox"/> Renewable Energy Project <input type="checkbox"/> Energy Efficiency Project |
| II. | SHORT DESCRIPTION OF PROJECT (<input type="checkbox"/> attached as separate sheet) | |
| III. | THE PROPOSED PROJECT IS A: <input type="checkbox"/> Commercially available and replicable technology <i>A system that has a proven operating history specific to the proposed application. Such a system is based on established design, and installation procedures and practice. Professional service providers, trades, large construction equipment providers, and labor are familiar with installation procedures and practices. Proprietary and balance of system equipment and spare parts are readily available. Service is readily available to properly maintain and operate system. An established warranty exists for parts, labor, and performance.</i> <input type="checkbox"/> Attached is the following documentation to support this classification | |
| IV. | THE OWNER OF THE PROJECT AND THE APPLICANT ARE THE SAME INDIVIDUAL OR ENTITY: <input type="checkbox"/> Yes <input type="checkbox"/> No If "no", please explain: <input type="checkbox"/> Attached as separate sheet ... | |
| V. | THE OWNER CONTROLS THE REVENUES AND EXPENSES OF THE PROJECT, INCLUDING OPERATION AND MAINTENANCE: <input type="checkbox"/> Yes <input type="checkbox"/> No If "no", please explain ... a third party under contract to the owner may be used to control revenues and expenses and manage the operation and/or maintenance of the project <input type="checkbox"/> Attached as separate sheet ... | |
| VI. | OPERATION DESCRIPTION 1. Describe the applicant's total farm/ranch/business operation and the relationship of the proposed project to the applicant's total farm/ranch/business operation. <input type="checkbox"/> Attached as separate sheet ... 2. Provide a description of the ownership of the applicant, including a list of individuals and/or entities with ownership interest, names of any corporate parents, affiliates, and subsidiaries, as well as a description of the relationship, including products, between these entities. <input type="checkbox"/> Attached as separate sheet ... | |

PART D – Project Information Form / Project Eligibility

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| VII. | <p>THE APPLICANT CONTROLS THE SITE OF THE PROPOSED PROJECT:</p> <p><input type="checkbox"/> Yes</p> <p style="padding-left: 20px;"><input type="checkbox"/> Attached is evidence that the site is controlled by the applicant for the financing term of the loan guarantee or the useful life of the project financed by the grant.</p> <p><input type="checkbox"/> No</p> <p style="padding-left: 20px;">If “no”, please explain:</p> <p style="padding-left: 20px;"><input type="checkbox"/> Attached as separate sheet ...</p> |
| VIII. | <p><input type="checkbox"/> Attached is documentation which shows that there are satisfactory sources of revenue in an amount sufficient to provide for the operation, management, maintenance, and debt service of the project for the life of the project (Project Economic Assessment).</p> |
| IX. | <p>THE TOTAL PROJECT COSTS ARE:</p> <p>\$</p> <p><input checked="" type="checkbox"/> Please provide a detailed list of all costs as attachment.</p> <p><input checked="" type="checkbox"/> Please fill out the Matching Funds Documentation Spreadsheet.</p> |

PART E – Statements Required By Laws And Executive Orders

Federal executive agencies, including the Small Business Administration, are required to withhold or limit financial assistance to impose special conditions on approved loans, to provide special notices to applicants or borrowers, and to require special reports and data from borrowers in order to comply with legislation passed by Congress by Executive Orders issued by the President and by the provisions of various inter-agency agreements. SBA has issued regulations and procedures that implement these laws and executive orders, and they are contained in Parts 112, 113, 116, 117, and 140, Title 13 Code of Federal Regulations, Chapter 1, or Standard Operating Procedures. This form contains a brief summary of the various laws and executive orders that affect SBA's state and local development company loan programs and gives applicants and borrowers the notices required by law or otherwise.

FREEDOM OF INFORMATION ACT
(5 U.S.C. 552)

This law provides, with some exceptions, that SBA must supply information reflected in agency files and records to a person requesting it. Information about approved loans that will be automatically released includes, among other things, statistics on our loan programs (individual borrowers are not identified in the statistics) and other information such as the names of the borrowers, (and their officers, stockholders or partners), the collateral pledged to secure the loan, the amount of the loan, its purpose in general terms, and the maturity. Proprietary data on a borrower would not routinely be made available to third parties. All requests under this Act are to be addressed to the nearest SBA office and must be identified as a Freedom of Information request.

RIGHT TO FINANCIAL PRIVACY ACT OF 1978
(12 U.S.C. 3401)

This is notice to you, as required by the Right to Financial Privacy Act of 1978, of SBA's access rights to financial records held by financial institutions that are, or have been, doing business with you or your business, including any financial institution participating in a loan or loan guaranty. The law provides that SBA shall have a right of access to your financial records in connection with its consideration or administration of assistance to you in the form of a Government loan or loan guaranty agreement. SBA provides a certification of its compliance with the Act to a financial institution in connection with its first request for access to your financial records, after which no further certification is required for subsequent access. The law also provides that SBA's access rights continue for the term of any approved loan or loan guaranty agreement. No further notice to you of SBA's access rights is required during the term of any such agreement. The law also authorizes SBA to transfer to another Government authority any financial records included in an application for a loan, or concerning an approved loan or loan guaranty, as necessary to process, service or foreclose on a loan or loan guaranty or to collect on a defaulted loan or loan guaranty. No other transfer of your financial records to another Government authority will be permitted by SBA except as required or permitted by law.

PRIVACY ACT OF 1974 INFORMATION

Certain information such as personal balance sheets are used to evaluate your application. Such information may be given to Federal, state or local agencies for law enforcement purpose. Omission of an item means your application might not receive full consideration.

IMMIGRATION REFORM AND CONTROL ACT OF 1986

(PUB. L. 99-603)

If you are an alien who was in this country illegally since before January 1, 1982, you may have been granted lawful temporary resident status by the United States Immigration and Naturalization Service pursuant to the Immigration Reform and Control Act of 1986 (Pub. L. 99-603). For five years from the date you are granted such status, you are not eligible for financial assistance from the SBA in the form of a loan or guaranty under Section 7(a) of the Small Business Act or Section 504 of the Small Business Investment Act unless you are disabled or a Cuban or Haitian entrant. When you sign this document, you are making the certification that the Immigration Reform and Control Act of 1986 does not apply to you, or if it does apply, more than five years have elapsed since you have been granted lawful temporary resident status pursuant to such 1986 legislation.

CERTIFICATION AS TO COMPLIANCE WITH NONDISCRIMINATION LAWS

I give the assurance that I will comply with Sections 112, 113, and 117 of Title 13 of the Code of Federal Regulations, which prohibit Discrimination on the grounds of race, color sex religion, marital status, handicap, age or national origin by recipients of Federal financing assistance and require appropriate reports and access to books and records. These requirements are applicable to anyone who buys or takes control of the business. I realize that if I do not comply with these nondiscrimination requirements, SBA can call, terminate, or accelerate repayment or suspend any or all Federal financial assistance provided by SBA.

CIVIL RIGHTS LEGISLATION

All businesses receiving SBA financial assistance must agree not to discriminate in any business practice, including employment practices and services to the public, on the basis of categories cited in 13 C.F.R. Parts 112, 113 and 117 of SBA regulations. This includes making their goods and services available to handicapped clients or customers. All business borrowers will be required to display the "Equal Employment Opportunity Poster" prescribed by SBA.

OCCUPATIONAL SAFETY AND HEALTH ACT

(15 U.S.C. 651 ET SEQ.)

This legislation authorizes the Occupational Safety and Health Administration in the Department of Labor to require businesses to modify facilities and procedures to protect employees or pay penalty fees. In some instances the business can be forced to cease operations or be prevented from starting operations in a new facility. Therefore, in some instances SBA may require additional information from an applicant to determine whether the business will be in compliance with OSHA regulations and allowed to operate its facility after the loan is approved and disbursed.

FLOOD DISASTER PROTECTION ACT

(42 U.S.C. 4011)

Regulations have been issued by the Federal Insurance Administration (FIA) and by SBA implementing this Act and its amendments. These regulations prohibit SBA from making certain loans in an FIA designated floodplain unless Federal flood insurance is purchased as a condition of the loan. Failure to maintain the required level of flood insurance makes the applicant ineligible for any future financial assistance from SBA under any program, including disaster assistance.

EXECUTIVE ORDERS FLOODPLAIN MANAGEMENT AND WETLAND PROTECTION

(42 F.R. 26951 AND 42 F.R. 26961)

The SBA discourages any settlement in or development of a floodplain or a wetland. This statement is to notify all SBA loan applicants that such actions are hazardous to both life and property and should be avoided. The additional cost of flood preventive construction must be considered in addition to the possible loss of all assets and investments in future floods.

DEBARMENT, SUSPENSION, INELIGIBILITY AND VOLUNTARY EXCLUSION FOR LOWER TIER COVERED TRANSACTIONS

This certification is required by the regulations implementing Executive Order 12549, Debarment and Suspension. 13 C.F.R. 145.

1. The prospective lower tier participant certifies, by submission of this loan application, that neither it nor its principals are presently debarred, suspended, proposed for debarment, declared ineligible, or voluntarily excluded from participation in this transaction by any Federal department or agency.
2. Where the prospective lower tier participant is unable to certify to any of the statements in this certification, such prospective participant shall attach an explanation to the loan application.

OTHER AGREEMENTS AND CERTIFICATIONS

I authorize disclosure of all information submitted in connection with this application to the financial institution agreeing to participate with the debenture. I waive all claims against PADD and USDA and its consultants for any management and technical assistance that may be provided.

In consideration for assistance from the USDA, I hereby agree that I will comply with all Federal Laws and Regulations to the extent that they are applicable to such assistance, including conditions set forth in this application.

I, my spouse, or any member of my household, or anyone who owns, manages, or directs the business or their spouse or members of their households do not work for the USDA, SBA, the Small Business Advisory Council, SCORE or ACE, any Federal Agency, or the participating lender. If someone does, the name and address of such person and where employed is provided on an attached page.

CERTIFICATION AS TO APPLICATION ACCURACY

All information in this application, including exhibits, is true and complete to the best of my knowledge and is submitted to USDA so that USDA can decide whether to approve this application. I agree to pay for or reimburse USDA for the cost of any surveys, title or mortgage examinations, appraisals, etc., performed by non- USDA personnel provided that I have given my consent. Whoever makes any statement knowing it to be false, or whoever willfully overvalues any security, for the purpose of obtaining any loan, or substitution of security therefor, or for the purpose of influencing in any way the action of USDA, or for the purpose of obtaining money, property, or anything of value, under the Small Business Investment Act, as amended, may be punished by a fine of not more than \$5,000.00 or by imprisonment for not more than two years, or both, pursuant to the federal law at 15 U.S.C. 645.

Whoever in any matter within the jurisdiction of any department or agency of the United States knowingly and willfully falsifies, conceals or covers up a material fact by any trick, scheme or device, or makes any false, fictitious or fraudulent statements or representations, or makes or uses any false writing or documents knowing the same to contain any false, fictitious or fraudulent statement or entry may be fined up to \$10,000.00 or imprisoned for up to 5 years, or both, pursuant to the Federal law at 18 U.S.C. 1001.

CONFLICTS OF INTEREST

No overlapping relationship exists between the small business concern, including its associates, and the CDC, including its associates, or any other lender providing financing for the project that could create an appearance of a conflict of interest as defined in 13 C.F.R. 120.102-10 or violate 13 C.F.R. 108 4(d). No such relationships existed within six months of this application or will be permitted to exist while the assistance is outstanding.

APPLICANT'S ACKNOWLEDGMENT

My signature acknowledges receipt of this form, that I have read it and that I have a copy for my files. My signature represents my agreement to comply with the requirements the PADD and/or the United States Department of Agriculture makes in connection with the approval of my grant request and to comply, whenever applicable, with the limitations contained in this notice.

APPLICANT NOTIFICATIONS

I or any of the officers of my company have (or) have not (please check as appropriate) been involved in bankruptcy or insolvency proceedings. If so, I have attached copies of the proceedings.

I or my business is (or) is not (please check as appropriate) involved in any pending lawsuits. If so, I have attached descriptions.

From time to time, the Purchase Area Development District (PADD) prepares news articles referencing small businesses that participate in any of the various Loan / Grant Programs. May we reference your company in future articles prepared by PADD: Yes No

NO RETURN POLICY:

My signature acknowledges that the Grant Application, including all attachments and other provided documents / financial statements ("Grant Packet") become property of the Purchase Area Development District and will NOT be returned to the applicant, even if the applicant withdraws his/her/its loan request.

(Each Proprietor, each General Partner, each Limited Partner or Stockholder owning 20% or more, and each Guarantor must sign. Each person should only sign once.)

IF APPLICANT IS A PROPRIETOR OR PARTNERSHIP, SIGN BELOW:

IF APPLICANT IS A CORPORATION, SIGN BELOW:

Name of Business

Name of Corporation

By: _____ Date: _____

By: _____ Date: _____

Attested by (Seal if required):