



BUILDING RESILIENT COMMUNITIES (BRC) ADDITIONAL INFORMATION FOR LOAN REQUESTS

BRC LOANS

A general BRC loan may be made to fund the entire funding request or fund a portion of the project in conjunction with a BRC grant request.

Half of the BRC loan request may be utilized as the BRC grant match.

Any loan shall be a 'non-recourse' loan that is secured by pledge of collateral, typically real property. If the borrower defaults, the Council can seize collateral but will not seek any further compensation from the borrower.

DETAILS

Please note the following:

- The WBC Board of Directors will recommend an interest rate and a term for repayment. The State Loan and Investment Board (SLIB) will have final approval.
- All origination fees, loan documentation fees, appraisal, filing fees, and any additional fees will be the cost of the applicant.
- Loans shall have a one-time servicing fee of standard rates and will be serviced through a third-party contract.
- The loan value will be determined on a case-by-case basis. For projects that generate lease or sales income, a maximum LTV of 85% will be considered.

APPLICATION MATERIALS REQUIRED FOR LOAN REQUESTS

In addition to completing the application and providing all necessary documentation, the following must be submitted at the time of application submittal:

- **Proposed loan terms and interest rate;**
- **An additional resolution** passed by the applicant stating the method of repayment and proposed security for the loan;
- A summary of the applicant's **total investments and cash balances** for the two (2) preceding years;
- **A detailed description of the project to be financed**, including all costs to be funded and a specific explanation of how the project satisfies the criteria set forth in Statutes;
- **Collateral Description;**
 - Complete collateral description inclusive of legal description on pledged assets, documented estimated value, guarantees, letters of credit, and any other proposed security;
 - Preliminary title commitment on proposed real estate collateral is required with the application;
 - Determination if real estate collateral is subject to federal flood regulations, including a federal floodplain map and the identified

- location of the proposed collateral. If necessary, flood and hazard insurance will be required at the expense of the borrower; and
 - A statement from borrower concerning known environmental contamination or issues of facilities and underlying real property associated with the project.
- For the Council to determine the ability of the application to repay a loan and to aid the Attorney General in evaluating the legality of the proposed indebtedness, an applicant shall provide an **Annual Budget** for the preceding and current fiscal years and a completed **Financial Statement** that includes, but is not limited to:
 - Assessed valuation for the current and two (2) preceding fiscal years;
 - Total bonded and non-bonded indebtedness, including outstanding principal balance, interest rate, and remaining terms;
 - Total mills levied within the jurisdiction of the applicant for the current and two (2) preceding years, as well as a breakdown of the mill levy for the current fiscal year;
 - Sales and use tax imposed within the jurisdiction of the applicant; and
 - A summary of the applicant's total investments and cash balances for the two (2) preceding years.
- **Bylaws, resolutions, operating agreement** of the tenant in the event the loan project will create a lease and/or sales revenue stream *(if applicable)*;
- Copy of the **proposed lease** in the event the loan project will create a lease and/or sales revenue stream;
- **Three (3) years of financials** for both the applicant and all related parties. Audited or CPA-prepared statements are preferred;
- A **balance sheet and projected cash flow** for the project for the anticipated term of the loan evidencing ability to repay the loan;
- **Notice** and identification of any threatened or pending litigation involving the anticipated project or property offered as collateral and/or the applicant; and
- **Letter from the Applicant's Attorney** addressing the following in detail:
 - The applicant's authority to enter into this BRC loan;
 - The applicant's current indebtedness and borrowing capacity;
 - If this loan will require an election;
 - Method of repayment and any revenue sources;
 - Affirmation that Wyoming State Constitutional debt provisions and all other applicable statutes will be followed.