

## Appendix B: Microbusiness Development Loan Corporations, Loan Amounts, Loan Values, Jobs Created and Retained

Start date	Micro Business Development Loan Corps. (authorized under Title 17, chapter 6, part 4, MCA. Created in Ch. 602, L. 1991. Statement of intent was to: "provide a significant portion of the capital for a network of institutions that will, taken together, provide access throughout Montana to small loans for economically sound and feasible microbusiness projects that because of the high costs and diseconomies of scale of small lending or unconventional collateral are unlikely to receive financing from conventional public or private sources".	#Micro Loans Made	Initial State Input	Total MBDC Loan Values as of 12/31/2003*	Loans Paid	Microloans Paid Off Since Program Start	Jobs Created	Jobs Retained
1992	Northwest Business Center, Kalispell	78	\$499,148	\$1,419,121	42	\$649,979	93	105
1996	Montana Community Development Corp., Missoula	125	\$671,000	\$1,899,972	87	\$1,153,443	129.5	126.5
1993	Headwaters RC&D Area, Inc., Butte	41	\$327,226	\$805,383	30	\$553,205	76	51.5
1993	Opportunities, Inc., Great Falls**	35	\$419,452	\$695,994	14	\$210,630	54.5	51
1998	Gateway Economic Development Corp, Helena	131	\$578,713	\$1,678,975	60	\$550,121	111	92.5
1992	District IX HRDC, Bozeman**	41	\$250,000	\$583,568	23	\$329,991	48	25
1992	Bear Paw Development Corp., Havre	121	\$1,150,852	\$2,569,089	73	\$1,408,732	145.5	161.5
1993	District VI HRDC, Lewistown**	25	\$171,000	\$334,663	20	\$243,163	16	22
1992	District VII HRDC, Billings	98	\$498,000	\$1,270,926	79	\$895,262	120.5	23
1993/2000	Great Northern Development Corp., Wolf Point	59	\$630,000	\$1,044,538	17	\$369,475	119	18.5
1993	Enterprise Opportunity, Inc., Glendive**	22	\$180,000	\$213,401	13	\$130,586	29	7.5
1998	Southeastern Montana Development Corp., Colstrip**	11	\$188,490	\$268,500	3	\$56,000	8	11
<p>*For actively reporting funds. Bozeman, Glendive, and Lewistown all have paid back the state in full for their loans. Glendive's last report was as of closure 9/30/2001. Bozeman's last report was as of closure 12/30/2002. Lewistown reported in 12/31/2003. The organizations that have paid off state funds can now put the returns from outstanding loans into a revolving loan fund and make loans without the Microbusiness Development Loan requirements, which include: one-sixth of the state money held in reserve and no loans over \$35,000.</p>								
<p>**These programs either have paid the state back for the original loans or are in the process of paying the state back. They continue to service outstanding loans. Those that have not yet finished paying the state back are no longer loaning MBD money. See note above for Bozeman, Glendive, and Lewistown, which have finished their paybacks. Great Falls and Colstrip are in the process of paying back the state. Loans are being paid back at 2.75% paid quarterly. Simple interest. A revolving loan fund allows all the programs to recycle loan proceeds to additional businesses. The organizations still paying off state loans are required to maintain the 1/6 state match.</p>								
2/13/2004 Economic Affairs Interim Committee		Source: Department of Commerce, February 2004						