

OFFICE OF FINANCE PROGRAMS
MARYLAND SMALL BUSINESS
DEVELOPMENT FINANCING
AUTHORITY

(MSBDFFA)

ANNUAL FINANCIAL STATUS REPORT
FISCAL YEAR 2014

ECONOMIC DEVELOPMENT
ARTICLE

SECTION
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Submitted by:

Maryland Department of Business and Economic Development

As of June 30, 2014

MARYLAND SMALL BUSINESS DEVELOPMENT FINANCING AUTHORITY
(MSBDFA)

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MARYLAND SMALL BUSINESS DEVELOPMENT FINANCING AUTHORITY (MSBDFA)

History and Program Description

The Maryland Small Business Development Financing Authority (MSBDFA) program was created by the Maryland General Assembly in 1978. The original purpose of MSBDFA was to promote the viability and expansion of businesses owned by economically and socially disadvantaged entrepreneurs. In the 2001 session of the Maryland General Assembly, Chapter 172 modified the MSBDFA statute concerning eligibility. MSBDFA's client base has been broadened to include all small businesses rather than only those that are owned by economically and socially disadvantaged entrepreneurs. The statute has been expanded to include small businesses that do not meet the established credit criteria of financial institutions, and consequently are unable to obtain adequate business financing on reasonable terms through normal financing channels. The Maryland Department of Business and Economic Development (DBED or Department) has engaged Meridian Management Group (MMG) to manage the program on the Department's behalf.

MSBDFA's financing activity continues to be supported through the repayment of loans, generation of interest income and the collection of fees. A brief summary of the program components of MSBDFA are provided below:

Contract Financing Program (CFP) provides financial assistance to eligible businesses in the form of direct loans and loan guaranties. The funds may be used for working capital and the acquisition of equipment needed to begin, continue, or complete work on contracts where a majority of funds are provided by a federal, state or local government agency or utilities regulated by the Public Service Commission. Financing in either form is limited to \$2,000,000 and must be repaid during the term of the contract. Interest rates range from the prevailing prime to prime plus 2 percent. Applicants may qualify for financing prior to contract award.

Guaranty Fund Program (GFP) provides financial assistance to eligible businesses in the form of loan guaranties and interest rate subsidies for loans made by financial institutions. A loan guaranty cannot exceed the lesser of 80 percent of the loan or \$2,000,000. Guaranties cannot exceed 10 years with an interest rate charged by the financial institution limited to prime plus two percent. GFP can also subsidize up to four percentage points of the interest being charged by the financial institution making the loan. The subsidy is subject to an annual review. Terms of repayment of the subsidy are negotiated directly with the borrower. Loan proceeds can be used for working capital, the acquisition and installation of machinery or equipment, refinancing of existing debt and the purchase of, and improvements to, real property owned or leased by the applicant.

Surety Bond Program (SBP) assists eligible small businesses in obtaining bid, performance or payment bonds necessary to perform on contracts where the majority of funds are provided by a government agency, public utility company or private entity. SBP directly issues bid, performance or payment bonds or guarantees a surety's losses incurred as a result of the contractor's breach of a bid, performance or payment bond. Bonds that are directly issued are limited to \$5,000,000. Guaranties are limited to 90% of the face value of the bond not to exceed a maximum participation of \$5,000,000. Guaranties on bonds remain in effect for the duration of the surety's exposure under the bond. Bonds issued directly will remain in effect for the duration of the qualified contract and any related warranty period. Bond premiums generally range from 2% to 3%. Also, a surety bond revolving line of credit may be established to directly issue or guaranty multiple bonds to a client within pre-approved terms, conditions and limitations.

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Equity Participation Investment Program's (EPIP) purpose is to expand business ownership by socially and economically disadvantaged entrepreneurs and small businesses that do not meet the established credit criteria of financial institutions and are unable to obtain adequate business financing on reasonable terms through normal financing channels. Financial assistance is provided through the use of loans, loan guaranties, and equity investments. The proceeds may be used for the specific purpose of purchasing a franchise, acquiring an existing profitable business, developing a technology-based business and to start or expand other types of small businesses. Equity investments may take the form of the purchase of qualified securities, certificates of interest, interest in a limited partnership or other debt and equity investments. All equity investments must be disposed of by the end of the seventh year. Before a financing relationship is begun, a general agreement regarding the probable method of liquidation must be developed. The most common form of repayment is for the owner to buy back the EPIP investment at a predetermined pricing formula between the fourth and seventh year. In all cases, the recovery amount shall be the greater of its percentage of the current value of the business or the initial investment. The details of the four individual components of EPIP are:

- Franchising Investments are limited to 49% of the total project cost or a maximum of \$2,000,000. The applicant is required to make an equity investment of no less than 10% of the total project costs. An independent appraisal of the business entity may be required to determine its value at the retirement of the debt or investment. Project costs generally range from \$50,000 to \$1 million. This was the first EPIP component to be established.
- Business Acquisitions are limited to 49% of the initial investment or a maximum of \$2,000,000. The applicant is required to make an equity investment of not less than 5% of the total cost of the acquisition. An independent appraisal of the business entity may be required to determine its value at the retirement of the debt or investment. Project costs generally range from \$100,000 to \$3,000,000. This component was added to the program in 1989.
- Technology Investments are limited to a maximum of \$2,000,000 in a business entity with a proven technological product or service. An independent appraisal of the business entity may be required to determine its value at the retirement of the debt or investment. Project costs generally range from \$100,000 to \$3,000,000. This component was added to the program in 1992.
- Other Small Businesses are limited to a maximum of \$2,000,000 to start or expand a business. An independent appraisal of the business may be required to determine its value at the retirement of the debt or investment. Project costs generally range from \$100,000 to \$3,000,000. This component was added to the program in July 2005.

In the 2013 Legislative session, the Maryland General Assembly modified EPIP by simplifying the rules of operation for the program. The following changes were approved and became effective October 1, 2013:

1. The Franchise, Technology and Other Businesses components was collapsed into a more general financing capability designated as assistance to “Small Businesses”.
2. EPIP will use the U.S. Small Business Administration size standards to define “Small Businesses” that are eligible for financing assistance.
3. The maximum amount of financing assistance is restricted to \$2,000,000.
4. The maximum time period for recovery of financing assistance will be seven years.
5. At the end of the term of financing assistance, if MSBDFA and the client are unable to agree on the value of an investment, an independent appraiser will be used to make a fair market value (FMV) determination.

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Collectively, the MSBDFA program has financed approximately 859 transactions for approximately 625 businesses since operations begin in January 1980. Financial assistance for these transactions totaled approximately \$190 million. The MSBDFA program has had a substantial impact on Maryland's economy by helping local businesses create and retain approximately 19,579 employment opportunities in Maryland since the start of the program.

The MSBDFA program strives to preserve its capital base by minimizing loan losses. However, it is important to understand that the client population consistently presents a risk profile that diminishes their attractiveness to commercial banks and commercial surety companies. The program is sometimes compelled to "charge-off" or "pay claims" related to non-performing accounts. The program charged off five loan accounts during fiscal year 2014. The program paid two Guaranty Fund claims during fiscal year 2014. The charge offs were for the total amount of \$565,092.63. The claim payments were for the total amount of \$275,730.16. In fiscal year 2014, the program recovered \$126,354.00 from prior years charge offs.

During the last five (5) years, the program incurred aggregate net losses and claims paid of \$3,460,845 on average total outstanding loan balances equal to \$27,102,517. This equates to a loss rate of 12.6%. Problem loans are managed by the Office of Finance Programs (OFP). Loans deemed to be at especially high risk are transferred to the OFP for monitoring and resolution. In some cases, MMG is asked to participate in the resolution of problem loans.

The program strives to help businesses achieve long-term objectives of growth and profitability. To accomplish this objective, the financing must be structured to build equity and expand market share, ultimately enabling the business to graduate from the program by repaying their loan (or satisfying bonding requirements) and obtaining financing from traditional sources (banks and commercial sureties). MSBDFA had 40 companies graduate during the past five fiscal years. This process generally takes an average of approximately 3 years.

The program's current portfolio is comprised of seventy six transactions with an aggregate exposure equal to \$18.0 million. As of June 30, 2014, eight additional loans were pending settlement, requiring a commitment of funds from the program in the amount of \$732,500. Additionally, requests for another twenty one loans that would require a \$5.4 million commitment of funds are under consideration.

CONTRACT FINANCING PROGRAM

Performance Since Inception

Since the Contract Financing Program (CFP) began, 317 transactions have been settled totaling \$47.5 million. Substantially all of the loans were provided directly by MSBDFA. The others received funding from financial institutions supported by a MSBDFA loan guaranty.

Program Performance Fiscal Year 2014

During fiscal year 2014, twelve applications were approved for financing totaling \$1.9 million. Nine loans settled for a total of \$1.4 million. Three approvals in the amount of \$700,000 are anticipated to settle in the next fiscal year and two approvals in the amount of \$300,000 were withdrawn, expired or rescinded. Total exposure for the Contract Financing component of the program as of the end of the fiscal year was \$3.8 million covering nineteen loans. Eight loans totaling \$1.7 million were renewed or modified during the fiscal year.

Projected Performance for Fiscal Year 2015

The CFP projects the approval of thirteen applications during fiscal year 2015. Approximately nine of these approvals are anticipated to settle. The total amount of funds extended is projected to be \$2.0 million. The majority of financings continue to be in the form of direct loans. The trend of minimal use of the guaranty capability under Contract Financing is not likely to change because assistance is restricted to clients engaged in contracts with

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government entities or utility companies. Conversely, the more active use of guarantees will be concentrated under the Guaranty Fund, which is not limited to government and utility contract opportunities.

LONG TERM GUARANTY PROGRAM

Performance Since Inception

The Long Term Guaranty Program (LTGP) component has settled guaranty transactions for 306 financings by banks and other lending institutions totaling \$58 million since legislation was passed to authorize operation of the program in 1984.

Program Performance Fiscal Year 2014

During fiscal year 2014, three requests were approved for \$665,000, requiring guarantee support by the program of \$382,000. LTGP settled one guarantee transaction for \$270,000, which will utilize \$135,000 of guarantee support. One approval in the amount of \$65,000 is anticipated to settle in the next fiscal year and one approval in the amount of \$330,000 was withdrawn, expired or rescinded.

Projected Performance for Fiscal Year 2015

A significant level of marketing activity is conducted by Meridian Management Group (MMG) during the fiscal year. Much of it is directed toward the commercial banking community and other small business advocacy organizations, and emphasizes the benefit and value of the Guaranty Fund. Unfortunately, the current economic crisis, including more stringent commercial bank lending criteria continues to have an adverse effect upon program activity levels. New efforts are being made to reach out to economic development corporations across the State to enlist their help to encourage local banks to consider use of the Guaranty Fund in small business lending efforts. As financial institutions begin to increase commercial lending activities, MMG's efforts are anticipated to generate an increase in program activity during fiscal year 2015. A total of ten loans are projected to be approved during fiscal year 2015. At least six are projected to settle, requiring the commitment of program funds equal to approximately \$2.0 million.

SURETY BOND PROGRAM

Performance Since Inception

One hundred nine (109) projects have settled under the Surety Bond Program (SBP) with bonds issued directly, or guaranteed, by MSBDFA since inception of the program in 1984. This equates to approximately \$59.3 million of financial assistance since inception. During this time period, nine (9) claims equal to approximately \$2.4 million have been paid as a result of defaults by companies using the SBP. Four (4) of these claims, equal to approximately \$2.0 million are attributable to the default of one company.

Program Performance Fiscal Year 2014

During fiscal year 2014, one application was approved for \$1.0 million. The program did not settle a SBP transaction in fiscal year 2014. One approval in the amount of \$1.0 million is anticipated to settle during the next fiscal year. Two bonding lines, equal to \$3.5 million, were renewed during the fiscal year. Two bonding lines equal to \$1.9 million were withdrawn, expired or rescinded.

Projected Performance for Fiscal Year 2015

Demand for bonding assistance is expanding at a gradual pace. SBP projects the approval of approximately \$2.0 million during fiscal year 2015 to facilitate bonding for six businesses. Approximately four transactions are projected to settle and provide an estimated \$2.0 million of assistance. Most of the transactions are anticipated to be in the form of direct bonding lines, MMG plans to continue its efforts to encourage commercial surety companies to utilize the bond guaranty capability of MSBDFA. This will enable the SBP to extend bonding assistance to a greater

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number of small businesses. The number of requests for bonding assistance may increase if outreach to commercial surety companies is successful.

Also, the number of requests for bonding assistance may increase because of Chapter 299, which was passed during the 2006 session of Maryland's General Assembly. The law increased the maximum amount of bonding assistance the SBP is authorized to provide to \$5 million. Although the SBP does not have the financial capacity to support \$5 million in bonding to a single client, requests for approval of bonds or bonding lines of credit of up to \$2.0 million are anticipated.

EQUITY PARTICIPATION INVESTMENT PROGRAM

Performance Since Inception

The Equity Participation Investment Program (EPIP) has settled one hundred sixteen loans or equity investments since inception in 1987. The assistance provided is equal to approximately \$19 million. During earlier years of the programs operation, franchise businesses were the most active users of the resource. Over the past fourteen years, however, the trend shifted to a more diverse mix of technology-based companies, franchises, and firms in traditional industry sectors.

Program Performance Fiscal Year 2014

During fiscal year 2014, nine loans were approved for a total of \$1.7 million. Eleven loans settled, which required the commitment of \$1.9 million in EPIP funds. Two loans that settled were approved in the prior fiscal year. Seven loan approvals in the amount of \$1.6 million were withdrawn, expired or rescinded.

Projected Performance for Fiscal Year 2015

EPIP projects approval of twelve applications during FY 2015. Eight transactions are anticipated to settle during the fiscal year requiring the commitment of approximately \$1.5 million of financial assistance

Program Summary for Fiscal Year 2014

During fiscal year 2014, MSBDFA approved a total of thirty one financing transactions for both new and existing clients which required the commitment of \$6.3 million in program funds. The Contract Financing component had twelve approved requests for a total of \$1.9 million. The Guaranty Fund component had nine approved requests for a total of \$1.6 million, which will utilize \$1.0 million of guarantee support. The Surety Bond component had one approved request totaling \$1.0 million. The Equity Participation Investment Program component had nine approved requests totaling \$1.8 million.

In addition, MSBDFA approved thirteen renewals or modifications of existing credit facilities totaling \$6.1 million. The renewals or modifications were for eight clients using the Contract Financing component for \$1.7 million, two clients using the Guaranty Fund component in the amount of \$813,000, two (2) clients using the Surety Bond component in the amount of \$3.5 million, and one client using the Equity Participation Investment Program component in the amount of \$100,000.

During the same period, twenty three transactions were settled in the form of loans, guaranties and surety bonds, totaling \$3.7 million. The allocation by program is: nine transactions under the Contract Financing component equal to \$1.4 million, three transactions under the Guaranty Fund component requiring \$215,000 of guarantee support, and eleven EPIP transactions equal to \$1.9 million. The program did not settle a Surety Bond transaction in fiscal year 2014.

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Graduations for Fiscal Year 2014

Small businesses that progress beyond the need for financial assistance from the MSBDFA program are classified as graduates. In several instances, these businesses are now able to qualify for loans or surety assistance from private lenders or surety companies with minimal or no support from the MSBDFA program. Graduations also include companies that successfully repay their loans or satisfactorily have their bonds released, and no longer require financial assistance. During the past year, the eight companies listed below graduated from the MSBDFA program:

GRADUATIONS FY 14

PROGRAM	BORROWER	ORIGINAL LOAN AMOUNT
Contract Financing	Queen's Quality Painting, LLC	\$ 50,000
Contract Financing	Metal Men, LLC	\$100,000
Contract Financing	All Pro Glass, LLC	\$200,000
Guaranty Fund	Japan Plus, Inc.	\$1,840,000
Guaranty Fund	Japan Plus Two, Inc.	\$860,000
Guaranty Fund	Japan Plus Four, Inc.	\$1,860,000
Surety Bond Fund	All Pro Glass, LLC	\$400,000
Surety Bond Fund	Digital Video Solutions, Inc.	\$400,000
Surety Bond Fund	Gone Swimming Pools, Inc.	\$500,000
EPIP-Other Business	Digital Video Solutions, Inc.	\$100,000

Problem Loan Status as of June 30, 2014

Problem loans are designated as "Special Assets". As of June 30, 2014, eight non-performing accounts with aggregate outstanding exposure of approximately \$1.9 million were designated as Special Assets, and are part of the current MSBDFA portfolio. These consist of one Contract Finance, one EPIP, and six Guaranty Fund transactions. The Contract Finance accounts have a total balance of approximately \$145,015. The EPIP account has a balance of approximately \$230,934. The Guaranty Fund accounts have total guarantee exposure equal to approximately \$1.6 million. These accounts are monitored closely and are the focus of long term collection efforts. The Department anticipates recovery of a modest amount of delinquent loan proceeds.

An additional eighteen Special Asset accounts that were charged-off in prior years are no longer part of the current MSBDFA portfolio, but continue to be the focus of long term collection efforts. These accounts have aggregate outstanding loan balances equal to approximately \$4.3 million. The Department anticipates recovery of a modest amount of delinquent loan proceeds.

A loan is considered to be delinquent when the payment of principal and/or interest is over **30** days past due, and in payment default when a payment is over **90** days past due. For loans from financial institutions that participate in the Guaranty Fund, the lender's loan policy determines when a default is to be declared. In fiscal year 2002, DBED initiated a policy to "charge off" all loans that are 180 days past due. These loans are then designated as "Special Assets" and are actively managed in an effort to protect or recover the State's resources.

FY14 Equity Participation Investment Program Summary

Franchising Component

There are three accounts with a total balance outstanding equal to \$582,041.

Business Acquisition Component

There is one account with a balance outstanding equal to \$500,000.

Technology Component

There are seven accounts with a total balance outstanding equal to \$1,565,017.

Other Business Types

There are seventeen accounts with a total balance outstanding equal to \$1,699,786.

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Geographical Distribution of MSBDF A
Loan and Guarantee FY 2014

Region*	County	Approved			Closed		
		No.	%	Original Expos.	No.	%	Original Expos.
		Total Amt			Total Amt		
I Central Maryland	Anne Arundel	2	6.55	415,000	1	9.4	350,000
	Baltimore City	2	6.31	400,000	2	10.75	400,000
	Baltimore	3	10.89	690,000	1	1.61	60,000
	Carroll	0	0	0	1	1.93	72,000
	Cecil	0	0	0	0	0	0
	Howard	4	16.1	1,020,000	4	17.6	655,000
	Harford	4	8.68	550,000	4	14.78	550,000
	Sub-Total :	15	48.53	3,075,000	13	56.07	2,087,000
II Greater Washington	Frederick	0	0	0	0	0	0
	Montgomery	0	0	0	0	0	0
	Prince George's	12	29.36	1,860,000	6	18.4	685,000
	Sub-Total :	12	29.36	1,860,000	6	18.4	685,000
III Western Maryland	Allegany	0	0	0	0	0	0
	Garrett	0	0	0	0	0	0
	Washington	1	0.79	50,000	1	1.35	50,000
	Sub-Total :	1	0.79	50,000	1	1.35	50,000
IV Southern Maryland	Calvert	0	0	0	0	0	0
	Charles	2	16.57	1,050,000	2	14.78	550,000
	St. Mary's	0	0	0	0	0	0
	Sub-Total :	2	16.57	1,050,000	2	14.78	550,000
V Upper Eastern Shore	Caroline	0	0	0	0	0	0
	Kent	0	0	0	0	0	0
	Queen Anne's	0	0	0	0	0	0
	Talbot	0	0	0	0	0	0
	Sub-Total :	0	0	0	0	0	0
V Lower Eastern Shore	Dorchester	0	0	0	1	9.4	350,000
	Somerset	0	0	0	0	0	0
	Wicomico	1	4.75	300,000	0	0	0
	Worcester	0	0	0	0	0	0
	Sub-Total :	1	4.75	300,000	1	9.4	350,000
TOTAL:		31	100	6,335,000	22	100	3,722,000

Approved Report

7/1/2013 Through 6/30/2014

<i>Approved Date</i>	<i>Client Name</i>	<i>Loan</i>	<i>Loan Amount</i>	<i>Guarantor Percentage</i>	<i>Loan Guarantee</i>	<i>County</i>	<i>Total Project Costs</i>	<i>Trainees Pro / Actual</i>	<i>New Jobs</i>	<i>Retained Jobs</i>
<i>MSBDF Contract Financing Direct</i>										
7/24/2013	Cyber Security Engineering Ass	15030101	\$60,000.00	0.0%	\$0.00	Baltimore County	\$60,000.00	N/A	2	1
10/17/2013	Superior Technology Solutions,	12180201	\$200,000.00	0.0%	\$0.00	Baltimore City	\$200,000.00	N/A	3	21
11/13/2013	Chesapeake Turf, LLC	15320101	\$300,000.00	0.0%	\$0.00	Wicomico	\$300,000.00	N/A	20	8
11/13/2013	Laura Woods dba Maryland Quart	15310101	\$50,000.00	0.0%	\$0.00	Harford	\$50,000.00	N/A	2	2
11/13/2013	MK Catering, Inc.	15330101	\$100,000.00	0.0%	\$0.00	Prince	\$100,000.00	N/A	0	20
12/17/2013	CRWI, LLC	15380101	\$100,000.00	0.0%	\$0.00	Harford	\$100,000.00	N/A	7	5
1/16/2014	J.K. Datta Consultants, Inc.	7350401	\$200,000.00	0.0%	\$0.00	Baltimore City	\$200,000.00	N/A	10	8
1/16/2014	Strativia, LLC dba Strativia S	13210201	\$100,000.00	0.0%	\$0.00	Prince	\$100,000.00	N/A	0	7
2/24/2014	KR Contracting, Inc.	15550101	\$50,000.00	0.0%	\$0.00	Washington	\$50,000.00	N/A	10	30
4/3/2014	Strategic Protective Services,	15660101	\$100,000.00	0.0%	\$0.00	Prince	\$100,000.00	N/A	0	65
4/3/2014	Success Business Incorporated	15650101	\$500,000.00	0.0%	\$0.00	Howard	\$500,000.00	N/A	13	1
6/12/2014	Unified Solutions Services, LL	13670201	\$120,000.00	0.0%	\$0.00	Howard	\$120,000.00	N/A	6	3
Totals:		12 Loans	\$1,880,000.00		\$0.00		\$1,880,000.00	0	73	171
<i>MSBDF Guaranty Fund</i>										
9/20/2013	Yash, LLC, dba Menchie's Froze	15160101	\$330,000.00	65.0%	\$214,500.00	Baltimore County	\$446,000.00	N/A	8	0
2/24/2014	PostNet of Annapolis	15540101	\$65,000.00	50.0%	\$32,500.00	Anne Arundel	\$180,000.00	N/A	3	0
4/9/2014	Still I Rise dba Women's Welln	15740101	\$270,000.00	50.0%	\$135,000.00	Prince	\$1,050,000.00	N/A	10	3
Totals:		3 Loans	\$665,000.00		\$382,000.00		\$1,676,000.00	0	21	3
<i>MSBDF Surety Bond Direct</i>										
2/24/2014	Securemedy, Inc.	13230301	\$1,000,000.00	0.0%	\$0.00	Charles	\$1,000,000.00	N/A	20	80
Totals:		1 Loan	\$1,000,000.00		\$0.00		\$1,000,000.00	0	20	80

Tuesday, July 29, 2014

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Note: This report is for program numbers 300 Through 399

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<i>Approved Date</i>	<i>Client Name</i>	<i>Loan</i>	<i>Loan Amount</i>	<i>Guarantor Percentage</i>	<i>Loan Guarantee</i>	<i>County</i>	<i>Total Project Costs</i>	<i>Trainees Pro / Actual</i>	<i>New Jobs</i>	<i>Retained Jobs</i>
<i>MSBDFEA EPIP Other Small Business</i>										
10/17/2013	James M. Graves, DDS	11280301	\$300,000.00	0.0%	\$0.00	Baltimore County	\$300,000.00	N/A	0	5
12/30/2013	TextBehind, LLC	15580103	\$200,000.00	0.0%	\$0.00	Harford	\$0.00	N/A	0	0
1/16/2014	JPG Plumbing Services, Inc.	14650301	\$100,000.00	0.0%	\$0.00	Prince	\$0.00	N/A	6	16
1/16/2014	K. Dixon Architecture, PLLC	15440101	\$100,000.00	0.0%	\$0.00	Prince	\$100,000.00	N/A	5	1
Totals:		4 Loans	\$700,000.00		\$0.00		\$400,000.00	0	11	22
<i>MSBDFEA EPIP Franchise</i>										
10/17/2013	Bell Enterprises, LLC dba GoWa	15210101	\$50,000.00	0.0%	\$0.00	Charles	\$50,000.00	N/A	6	3
Totals:		1 Loan	\$50,000.00		\$0.00		\$50,000.00	0	6	3
<i>MSBDFEA_GU/SSBCI</i>										
11/13/2013	Gourmet Pizza of Cheverly, LLC	15350101	\$100,000.00	50.0%	\$50,000.00	Prince	\$260,000.00	N/A	8	0
11/13/2013	L&M, LLC	15340101	\$530,000.00	75.0%	\$397,500.00	Prince	\$530,000.00	N/A	0	12
1/16/2014	Lee- ATM, LLC	15450101	\$60,000.00	50.0%	\$30,000.00	Prince	\$60,000.00	N/A	1	1
6/12/2014	Brouzin Industries, LLC dba KB	15970101	\$200,000.00	50.0%	\$100,000.00	Prince	\$416,000.00	N/A	0	15
6/12/2014	LC Bowie, LLC dba Little Caesa	15960101	\$100,000.00	50.0%	\$50,000.00	Prince	\$350,000.00	N/A	30	0
6/12/2014	LC Greenbelt, LLC dba Little C	15950101	\$100,000.00	50.0%	\$50,000.00	Prince	\$350,000.00	N/A	30	0
Totals:		6 Loans	\$1,090,000.00		\$677,500.00		\$1,966,000.00	0	0	69
<i>MSBDFEA EPIP/InvestMD LLC</i>										
12/17/2013	Mainstreet Technologies, Inc.	7360503	\$200,000.00	0.0%	\$0.00	Howard	\$400,000.00	N/A	25	25
12/17/2013	Mainstreet Technologies, Inc.	7360504	\$200,000.00	0.0%	\$0.00	Howard	\$0.00	N/A	0	0
12/30/2013	TextBehind, LLC	15580102	\$200,000.00	0.0%	\$0.00	Harford	\$400,000.00	N/A	3	0
5/8/2014	OGOS Energy, LLC	15790101	\$350,000.00	0.0%	\$0.00	Anne Arundel	\$20,000,000.00	N/A	7	0
Totals:		4 Loans	\$950,000.00		\$0.00		\$20,800,000.00	0	0	35
Grand Totals:		31 Loans	\$6,335,000.00		\$1,059,500.00		\$27,772,000.00	0	0	235

Settled Report

7/1/2013 Through 6/30/2014

<i>Settled Date</i>	<i>Client Name</i>	<i>Loan</i>	<i>Loan Amount</i>	<i>Guarantor Percentage</i>	<i>Loan Guarantee</i>	<i>County</i>	<i>Total Project Costs</i>	<i>Trainees Pro / Actual</i>	<i>New Jobs</i>	<i>Retained Jobs</i>
<i>MSBDFA Contract Financing Direct</i>										
12/27/2013	Securemedy, Inc.	13230201	\$500,000.00	0.0%	\$0.00	Charles	\$1,670,000.00	N/A	20	80
1/15/2014	Cyber Security Engineering Ass	15030101	\$60,000.00	0.0%	\$0.00	Baltimore County	\$60,000.00	N/A	2	1
2/3/2014	Laura Woods dba Maryland Quart	15310101	\$50,000.00	0.0%	\$0.00	Harford	\$50,000.00	N/A	2	2
2/19/2014	MK Catering, Inc.	15330101	\$100,000.00	0.0%	\$0.00	Prince	\$100,000.00	N/A	0	20
3/11/2014	CRWI, LLC	15380101	\$100,000.00	0.0%	\$0.00	Harford	\$100,000.00	N/A	7	5
4/10/2014	Superior Technology Solutions,	12180201	\$200,000.00	0.0%	\$0.00	Baltimore City	\$200,000.00	N/A	3	21
4/11/2014	J.K. Datta Consultants, Inc.	7350401	\$200,000.00	0.0%	\$0.00	Baltimore City	\$200,000.00	N/A	10	8
4/21/2014	KR Contracting, Inc.	15550101	\$50,000.00	0.0%	\$0.00	Washington	\$50,000.00	N/A	10	30
6/20/2014	Unified Solutions Services, LL	13670201	\$120,000.00	0.0%	\$0.00	Howard	\$120,000.00	N/A	6	3
Totals:			\$1,380,000.00		\$0.00		\$2,550,000.00	0	60	170
<i>MSBDFA Guaranty Fund</i>										
4/22/2014	Still I Rise dba Women's Welln	15740101	\$270,000.00	50.0%	\$135,000.00	Prince	\$1,050,000.00	N/A	10	3
Totals:			\$270,000.00		\$135,000.00		\$1,050,000.00	0	10	3
<i>MSBDFA EPIP Other Small Business</i>										
7/26/2013	Waterland Fisheries, Inc.	8130201	\$350,000.00	0.0%	\$0.00	Dorchester	\$350,000.00	N/A	2	12
8/20/2013	Three Sixty Motor Express	14940101	\$72,000.00	0.0%	\$0.00	Carroll	\$80,000.00	N/A	1	0
3/11/2014	New City Construction, LLC	9530501	\$135,000.00	0.0%	\$0.00	Howard	\$135,000.00	N/A	0	8
3/20/2014	TextBehind, LLC	15580103	\$200,000.00	0.0%	\$0.00	Harford	\$0.00	N/A	0	0

Tuesday, July 29, 2014

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Note: This report is for program numbers 300 Through 399

DEPARTMENT OF BUSINESS AND ECONOMIC DEVELOPMENT

<i>Settled Date</i>	<i>Client Name</i>	<i>Loan</i>	<i>Loan Amount</i>	<i>Guarantor Percentage</i>	<i>Loan Guarantee</i>	<i>County</i>	<i>Total Project Costs</i>	<i>Trainees Pro / Actual</i>	<i>New Retained Jobs</i>	<i>Jobs</i>
6/3/2014	K. Dixon Architecture, PLLC	15440101	\$100,000.00	0.0%	\$0.00	Prince	\$100,000.00	N/A	5	1
Totals:		5 Loans	\$857,000.00		\$0.00		\$665,000.00	0	8	21
<i>MSBDFEA EPIP Franchise</i>										
11/1/2013	Tailored by Design, LLC dba Ta	14950101	\$55,000.00	0.0%	\$0.00	Anne Arundel	\$140,000.00	N/A	3	0
1/9/2014	Bell Enterprises, LLC dba GoWa	15210101	\$50,000.00	0.0%	\$0.00	Charles	\$50,000.00	N/A	6	3
Totals:		2 Loans	\$105,000.00		\$0.00		\$190,000.00	0	9	3
<i>MSBDFEA_GU/SSBCI</i>										
3/7/2014	Gourmet Pizza of Cheverly, LLC	15350101	\$100,000.00	50.0%	\$50,000.00	Prince	\$260,000.00	N/A	8	0
3/10/2014	Lee- ATM, LLC	15450101	\$60,000.00	50.0%	\$30,000.00	Prince	\$60,000.00	N/A	1	1
Totals:		2 Loans	\$160,000.00		\$80,000.00		\$320,000.00	0	0	9 1
<i>MSBDFEA EPIP/InvestMD LLC</i>										
2/6/2014	Mainstreet Technologies, Inc.	7360503	\$200,000.00	0.0%	\$0.00	Howard	\$400,000.00	N/A	25	25
2/6/2014	Mainstreet Technologies, Inc.	7360504	\$200,000.00	0.0%	\$0.00	Howard	\$0.00	N/A	0	0
3/20/2014	TextBehind, LLC	15580102	\$200,000.00	0.0%	\$0.00	Harford	\$400,000.00	N/A	3	0
6/30/2014	OGOS Energy, LLC	15790101	\$350,000.00	0.0%	\$0.00	Anne Arundel	\$20,000,000.00	N/A	7	0
Totals:		4 Loans	\$950,000.00		\$0.00		\$20,800,000.00	0	0	35 25
Grand Totals:		23 Loans	\$3,722,000.00		\$215,000.00		\$25,575,000.00	0	0	131 223