



SAMPLE IRP PROJECT

1 Prairie Drive
Slayton, MN 56172

Use of Proceeds

Purchase Land	\$ 25,000
Building Construction	\$ 250,000
Equipment Acquisition	\$ 75,000
Working Capital	<u>\$ 25,000</u>
TOTAL	\$375,000

Financing Package

Bank (50%) (Term to match IRP rate TBD by lender, 15-year term, and bank shares security with PEDC)	\$187,000
Prairieland EDC Debenture (40%) (Loaned at a fixed rate, max 15-year term, and Prairieland EDC shares security with the bank)	\$150,000
Equity Injection (10%)	\$ 37,500

Loan Pricing

Net Proceeds	\$150,000
Prairieland EDC Processing Fee (\$150,000 x 1½%)	\$ 2,250
Legal Closing Costs (estimate)	<u>\$ 1,000</u>
	Subtotal: \$153,250
Total Fees	<u>\$ 3,250</u>