



Fee Agreement for SBA 504 Loans

The undersigned hereby acknowledges understanding and acceptance of a deposit of \$2,500 due to the Appalachian Development Corporation (ADC). This deposit is for the processing of an application for SBA 504 Loan Funding. It is due and payable to the ADC prior to any work being performed by the ADC on the project.

The ADC receives a fee at funding of the SBA loan for processing and closing the loan. After the funding of the SBA loan the deposit of \$2,500 will be refunded to the borrower,

In the event the application results in an approved authorization from SBA and the applicant, for any reason, decides not to go through with the funding of the loan, the earnest money of \$2,500 will be considered earned by ADC to offset costs incurred. If the application is approved by the SBA and then withdrawn or becomes inactive by the applicant, the ADC may consider refunding the deposit less any expenses incurred in the processing of the application by the ADC. If the application is denied by the SBA, then the deposit will be refunded.

This agreement is understood, acknowledged and agreed to as of _____.
(Date)

Applicant: _____

By: _____
It's:

ADC: _____
Connally Bradley, Executive Director