

## CAPITAL ACCESS PROGRAM

The Capital Access Program (CAP), administered for The Michigan Strategic Fund (MSF) by the Michigan Economic Development Corporation (MEDC), is an innovative program available to assist businesses with capital needs. The CAP uses small amounts of public resources to generate private bank financing, providing small Michigan businesses access to capital that might not otherwise be available.

Under the CAP, more than 11,678 loans have been provided to Michigan businesses since the program's inception. The \$24.3 million in public/state/MEDC/MSF resources committed to the program to date supported approximately \$677.7 million in bank lending—a private/public ratio of approximately 28 to one. An additional \$4.2 million in federal funds was recently committed to the program to fund loans going forward. The program can be used to finance most types of business (with the exceptions of the construction or purchase of residential housing; development of a casino, stadium or arena; or passive real estate). The maximum loan amount which may be enrolled in CAP is \$5 million. Loans may not be used to refinance existing debt, must be for a new extension of credit and may not be used to finance the unguaranteed portion of a SBA-guaranteed loan.

Participating banks throughout Michigan have offered CAP loans directly to companies that need credit enhancement. Similar to a loan loss reserve fund, the bank, the company and the MEDC pay a small premium into a reserve that makes it possible for the company to receive fixed asset and working capital financing.

### DIRECT BANK-BUSINESS TRANSACTION

- CAP loans are private transactions between banks and borrowers
- Neither the MEDC nor the MSF play any role in lending decisions nor in setting non-program related loan terms and conditions
- The bank assumes the risk of the loan

### FLEXIBLE, NON-BUREAUCRATIC

- CAP loans can be long- or short-term, term loans or lines of credit as determined by the lender.
- The bank has the flexibility to recast, extend or refinance the loan to address the needs of the business owner

### ELIGIBLE BORROWERS

- CAP loans are available to most businesses located and legally authorized to do business in Michigan that satisfy the bank's criteria
- Eligible businesses must have no more than 500 employees.
- Must be for profit institutions

### PARTICIPATING FINANCIAL INSTITUTIONS

To date, approximately 80 financial institutions in Michigan participate in CAP. More are being added as the MEDC continues to market the program statewide. *(Participants are shown on the following page.)*

## CAPITAL ACCESS PROGRAM PARTICIPATING FINANCIAL INSTITUTIONS

Bank of Alma  
Bank of America  
Bank One, Michigan  
Bank of Michigan  
Capac State Bank  
Capitol National Bank  
Central Macomb Community Credit Union  
Century Bank & Trust  
Chelsea State Bank  
Chemical Bank  
ChoiceOne Bank  
Christian Financial Credit Union  
Citizens Bank  
Citizens National Bank  
Citizens State Bank  
Comerica Bank—MC 7858  
Commercial Bank  
Commercial National Bank of L'Anse  
Detroit Edison Credit Union  
E & A Credit Union  
Empire National Bank of Traverse City  
Fidelity Savings Bank FSB  
Fifth Third Bank  
First Federal Bank  
First Federal Savings Bank & Trust  
First Federal of Michigan  
First Independence National Bank of Detroit  
First National Bank in Howell  
First National Bank in Macomb County  
First State Bank of East Detroit  
FirstBank  
Hillsdale County National Bank  
Honor State Bank  
Horizon Bank  
Huntington National Bank  
Huron Community Bank  
Independent Bank  
Ionia County National Bank  
Isabella Bank & Trust  
KeyBank  
Keystone Community Bank  
Lake-Osceola State Bank

Lake Trust Credit Union  
Lapeer County Bank & Trust Co.  
Macatawa Bank  
Macomb Community Bank  
Main Street Bank  
Mercantile Bank of Michigan  
Michigan Commerce Bank  
Michigan First Credit Union  
Midwest Financial Credit Union  
Monroe Bank & Trust  
Newberry State Bank  
North Country Bank & Trust  
Northern Michigan Bank  
Option 1 Credit Union  
OSB Community Bank  
Oxford Bank  
Paragon Bank & Trust  
Peoples State Bank  
PNC  
Security Savings Bank, FSB  
ShoreBank, Detroit  
South Shore Bank  
Southern Michigan Bank & Trust  
State Savings Bank  
Sturgis Bank & Trust  
The Bank of Holland  
The Bank of Northern Michigan  
The Dart Bank  
The First National Bank of Negaunee  
The First National Bank of Three Rivers  
The State Bank  
Traverse City State Bank  
United Bank & Trust  
University Bank  
Upper Peninsula State Bank  
Wells Fargo Bank Michigan, N.A.  
West Michigan Community Bank  
West Shore Bank

For further information, contact the MEDC  
Customer Assistance Center at 517.373.9808  
or [CAP@michigan.org](mailto:CAP@michigan.org).