

MAGIC FUND APPLICATION

I. MAGIC FUND CONTACT OFFICE OF RESPONSIBILITY: _____

II. PREVIOUS MAGIC FUND PROPOSALS/APPLICATIONS: _____

III. THE FIRM:

A. Name of Company: Hot Switch Heating Systems / Fiberglass Specialties

B. Corporate Address: 7600 Highway 2 East, Minot, ND 58701

C. Project Address: 7600 Highway 2 East, Minot, ND 58701

D. Telephone: 701-839-4856

E. Form of Business Ownership: LLC

1. If a Corporation, Indicate Federal Tax ID #: 93-2282232

F. Project Principal(s)/Contact(s):

Name	Address	% Ownership
Meagan Kunnanz	7600 Highway 2 East	100%

G. Product or Service: _____

H. Phase of Project: _____ start-up X expansion _____ retention

I. Current Company Status:

1. Current Number of Employees

a. Full Time: 11 Average Hourly Wage: \$22.00

b. Part Time: 0 Average Hourly Wage: _____

J. Primary Bank Account(s)

1. Name: United Community Bank of ND

2. Address: 925 20th Ave SW, Minot, ND 58701

3. Telephone: 701.839.3500

4. Contact Person: Roscoe Streyle

K. Company Attorney

1. Name: Tom Kading / Fargo Patent and Business Law

2. Address: 2605 42nd Street S, Fargo, ND 58104

3. Telephone: 701.566.7571

IV. PROJECT FUNDS SOURCE/USE STATEMENT

Source	Amount/Form	Use
United Community Bank	\$3,150,000.00	Hot Switch Purchase
Personal Investment	\$350,100.00	Hot Switch Purchase
TOTAL	\$ 3,500,100.00	

V. CURRENT AND PROJECTED EMPLOYMENT

	Existing Jobs	Employment Projections	
	<u>8.18.2023</u> (date)	<u>2024</u> (year)	<u>2025</u> (year)
Professional	<u>1</u>	<u>1</u>	<u>1</u>
Managerial	<u>1</u>	<u>1</u>	<u>1</u>
Skilled	<u>2</u>	<u>2</u>	<u>2</u>
Semi-Skilled	<u>7</u>	<u>9</u>	<u>10</u>
Unskilled	<u></u>	<u></u>	<u></u>
Total	<u>11</u>	<u>13</u>	<u>14</u>
Average Hourly Wage Each Year	\$22.00	\$23.00	\$24.00

VI. ALL APPLICANTS

- A. A completed MAGIC Fund Application form.
- A. Enclose information concerning any pending or threatening litigation or administrative proceeding or any outstanding administration orders, judgments, or injunctions to include company officials or any of the principals involved in bankruptcy (for the past five years)

VII. NEW BUSINESS VENTURES

- A. List three professional and three personal references.
 - 1. (professional) United Community Bank - Roscoe Streyle - 701.839.3500
 - 2. (professional) BNSF - Kip Brandt - 701.205.5214
 - 3. (professional) Dakota Tax - Randy Froseth - 701.839.4198
 - 4. (personal) Linda Hildahl - 701.720.7283
 - 5. (personal) Jeff Stremick - 701.721.2584
 - 6. (personal) Jeff Anderson - 701.340.4104
- B. A business plan that include no less than three years pro-forma financial statements (balance sheet, income statement and cashflow statement).
- C. Signed personal financial statements for all principals who hold more than 20% interest in the venture.

VIII. EXISTING BUSINESSES (Expansion/Retention/Relocation)

- A. Enclose financial statements for the past three fiscal years, including: balance sheets, income statements. If unaudited, the statements must be signed and dated by an authorized financial officer of the business.
- B. Enclose most recent interim financial statements (balance sheet and income statements).
- C. Enclose Federal Tax returns filed by the business principals for the previous three years, if the applicant is a sole proprietorship, partnership, or corporation that does not have its financial statements audited or reviewed.
- D. Enclose a business plan, which shall include no less than three years of pro-forma financial statements (balance sheet, income statement, and cashflow statement).
- E. Attach a typewritten narrative describing the company, the project, markets served, jobs being retained/created, benefits offered, community/regional impact, competition, and any other information that may help describe the project and funding request.

The data which you supply to this department will be used to assess your firm's qualifications for MAGIC Fund assistance. Any information the company deems confidential/proprietary should be defined when presenting the application. All information submitted that can be protected by the North Dakota open records laws will be omitted from the public record as determined appropriate.

By signing below you represent that you are duly authorized to verify the foregoing application, that you have read it, and that you are familiar with the statements contained therein, which you verify are true.

SIGNATURE AND TITLE Megan Kunnang *Managing Member*

DATE: 8.21.2023