

Complete Diverse Borrower Definition

Impact Dictionary

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Minority-Owned Business

An entity within the borrower structure or having direct or indirect Control of Borrower in which:

- At least 50% of the ownership or Control is held by one or more Minority individuals; and
- At least 50% of the net profit or loss accrues to one or more Minority individuals.

“Minority” means any individual who is Black (or African) American, Native American (or American Indian), Hispanic (or Latino) American, or Asian American.

Women-Owned Business

An entity within the borrower structure or having direct or indirect Control of Borrower in which:

- At least 50% of the ownership or Control is held by one or more women; and
- At least 50% of the net profit or loss accrues to one or more women.

Disabled-Owned Business

- Qualified as a Service-Disabled Veteran-Owned Small Business Concern as defined in 13 C.F.R. §§125.8-125.13; or
- An entity within the borrower structure or having direct or indirect Control of Borrower in which:
 - At least 50% of the ownership or Control is held by one or more persons with a Disability; and
 - At least 50% of the net profit or loss accrues to one or more persons with a Disability.
- “Disability” has the meaning defined in 29 C.F.R. § 1630.2(g), § 1630.3 and Appendix to Part 1630 - Interpretive Guidance on Title I of the Americans with Disabilities Act.

Lesbian, Gay, Bisexual and Transgender-Owned Business (LGBT-Owned Business)

An entity within the borrower structure or having direct or indirect Control of Borrower in which:

- At least 50% of the ownership or Control is held by one or more persons who identify as lesbian, gay, bisexual or transgender; and
- At least 50% of the net profit or loss accrues to one or more persons who identify as lesbian, gay, bisexual or transgender.

Veteran-Owned Business

An entity within the borrower structure or having direct or indirect Control of Borrower in which:

- At least 50% of the ownership or Control is held by one or more Veterans; and
- At least 50% of the net profit or loss accrues to one or more Veterans.

“Veteran” has the meaning defined in 38 C.F.R. § 3.1(d).

Borrower Principal

A Borrower Principal means:

- Any person or entity signing the guaranty (“Guarantor”) regardless of the amount of ownership interest in the borrower and even if not in the organizational structure of borrower
- Any person or entity that has the Control (direct or indirect) of the decisions of the borrower, including anyone or more of the following:
 - General partner of a general partnership or a limited partnership
 - Non-member manager, managing member, or members of the board of managers of a limited liability company
 - The settlor (grantor) of a living or revocable trust
 - The trustee of an irrevocable trust
 - Any person or entity with a collective interest (whether direct or indirect) in the borrower equal to or exceeding 25% including any equitable ownership interest or any beneficial interest in an Illinois Land Trust, irrevocable trust or Delaware Statutory Trust (“Equity Holder”)
 - The Master Tenant operating the Property (i) subject to a Shariah compliant loan, (ii) in a Delaware Statutory Trust loan or (iii) pursuant to another master lease structure
 - Any person or entity that lender determines should be a Borrower Principal, including any person or entity that has (i) a buy-sell right to acquire the interest of the person or entity with Control of the Borrower or (ii) the right to a preferred equity take-over of the interest of the person or entity with Control of the Borrower

Control

Control means the power to manage, control or direct the decisions of an entity.