

The CHAIRMAN. The purpose of these development associations is to stimulate the private economy, to stimulate local initiative, and to have private capital injected into them to provide jobs and employment. SBA makes loans to assist them where applications are presented. How many applications have been presented and how many have been acted upon?

Mr. HENDRICKS. The number of applications—

The CHAIRMAN. These are the State development corporations. These may be included in the record.

Mr. HENDRICKS. Yes—23 loans for \$14.5 million have been made to seven of these companies:

First Arkansas Development Finance Corp., Industrial Development Corp. of Florida, Development Credit Corp. of Maryland, New York Business Development Corp., the Business Development Corp. of North Carolina, Business Development Corp. of Rhode Island, Wisconsin Development Credit Corp.

The CHAIRMAN. It had been my understanding several years ago in a prior review that the States of North Carolina and Minnesota were the two leading States utilizing the State development association. What is the situation? Which is the most active? Which is the most successful? Which is the pioneer? Which is setting the pattern by being the most successful?

Mr. HENDRICKS. Do you perhaps have reference to the 502 programs when you mention Minnesota?

The CHAIRMAN. I may have been referring to the 502, but now I would like to address myself to the 501. Perhaps Mr. Hendricks doesn't wish to state which is leading.

Mr. HENDRICKS. If the chairman will note from my statement—

The CHAIRMAN. My question is concerning the numbers of jobs and the growth. Perhaps that would be the best indicator.

Mr. HENDRICKS. I am not sure that—

The CHAIRMAN. You could supply some additional information for the record on this.

Mr. HENDRICKS. Very well. I will do that, Mr. Chairman.

(The information referred to follows:)

LOANS (22) APPROVED BY SBA UNDER SEC. 501 BY STATES, BY FISCAL YEARS

Fiscal year	Rhode Island	New York	Maryland	North Carolina	Florida	Wisconsin	Arkansas	Net loan amounts for all States
1959	\$313,750							\$313,750
1960	300,000			\$1,000,000				1,300,000
1961	160,000	\$1,000,000		1,000,000		\$330,000		2,490,000
1962	130,000	¹ 2,000,000		500,000			² \$750,000	2,380,000
		1,000,000						
1963	500,000							500,000
1964		³ 1,000,000						
1965	200,000							200,000
1966		1,000,000				⁴ 90,000	350,000 400,000	1,840,000
1967			\$500,000	750,000	\$750,000			2,000,000
Total net loan amounts	1,603,750	3,000,000	500,000	3,250,000	750,000	420,000	1,500,000	11,023,750

¹ Not drawn down, canceled after 3 months.

² Originally for \$1,000,000. After 12 months \$250,000 not drawn down was canceled.

³ Not drawn down, canceled after 4 months.

⁴ Originally for \$170,000. After 12 months \$80,000 not drawn down was canceled.