



REVOLVING LOAN FUND GAP FINANCING FOR YOUR BUSINESS NEEDS



The EARPDC RLF Program can provide up to **\$250,000** or **33%** of a project, whichever is less. Certain job creation requirements and equity injection requirements must be met.

FUNDS CAN BE USED FOR

- Purchasing and development of land and facilities.
- Financing and development of new businesses, including construction of new facilities.
- Renovation and/or expansion of existing facilities.
- The purchase of necessary machinery and equipment.
- Working capital needs

LOAN TERMS

The terms of the RLF Program loans should be matched to the uses of funds, with long-term financing structured to the productive life of fixed assets. The maturity terms on loans will vary. Repayment terms will also vary, but the following repayment terms are generally considered appropriate:

- Building and real estate loans: 10 to 20 yrs..
- Machinery and equipment loans: 5 to 10 yrs.
- Working capital loans: 1 to 5 yrs (certain limits apply).

INTEREST RATE

The RLF Program may provide fixed, variable, or adjustable rate interest loans, which will be generally available at below market rates. The borrower must justify the need for the below market rate. The private lenders will set the interest rates for their loans.

ELIGIBILITY

Eligible businesses include:

- Small and medium size businesses.
 - New entrepreneurial ventures.
 - Manufacturing businesses which diversify the local economy.
 - Any legitimate business proposal resulting in a significant creation of new employment opportunities for local residents.
- *Eligible businesses must be located within the Calhoun, Chambers, Cherokee, Clay, Cleburne, Coosa, Etowah, Randolph, Talladega, and Tallapoosa Counties.

For more information about the East Alabama Regional Planning and Development Commission Revolving Loan Fund Program please contact: (256) 237-6741 (tel)

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