

**COÖS ECONOMIC DEVELOPMENT  
CORPORATION Revolving Loan Fund – 2019  
Guidelines**

**Purpose**

- The CEDC Revolving Loan Fund (RLF) is intended to provide gap and fixed asset financing, as well as permanent working capital, for start-up and existing businesses located in Coös County.

**Eligibility**

- Must have less than 200 employees and annual revenues not to exceed \$20.0M (most recent three year average)
- Business must be located within Coös County
- Business must demonstrate the capacity to repay the debt
- Business must show a creation or retention of jobs

**Allowed Uses**

- Purchase owner occupied commercial real estate
- Acquisition of Machinery & Equipment
- Working Capital
- All other uses will be considered

**Prohibited Uses**

- Loan Guarantees
- Payment of past due taxes

**Funding Limits**

- Maximum loan amount is \$250,000 (unless CDBG)

**Interest Rates (Prime = Wall Street Journal or other published index)**

- Existing businesses: Prime to Prime + 5.0%
- Start-up businesses: Prime + 1.0% to Prime +5.0%
- CDBG Funds: Prime +.5% to Prime +2.0%

**Length of Term**

- Initial term not to exceed 10 years for machinery, equipment, and working capital
- Initial term not to exceed 20 years on commercial real estate

**Fees**

- Application fee of up to \$150 (non-refundable)
- Origination fee of no more than 2% of the loan amount
- Closing costs to be paid by Borrower

**Other**

- Borrower is required to inject 10% equity (C&I) - 20% on commercial real estate
- Personal guarantees of all officers and owners of 20% or more interest will be required.