



SEDA-COG Revolving Loan Funds

Business Finance: Your Lending Partner

Eligible Applicants

For-profit small businesses involved in manufacturing, industrial enterprises, or advanced technology. Professional services and business-to-business related enterprises also qualify. Businesses with more than 100 employees may qualify.

Eligible Use

EDA RLF: Land acquisition, acquisition of existing building, machinery equipment, working capital, and certain soft costs.

ARC RLF: Land acquisition, site improvements, acquisition of existing building, building renovation, leasehold improvements, new construction, machinery & equipment, working capital, and certain soft costs.

Loan Amount

\$250,000 or 50% of the eligible project costs, whichever is less for the EDA Revolving Loan and \$200,000 or 50% of the eligible projects costs, whichever is less for the ARC Revolving Loan.

Interest Rate

The interest rate is set on a quarterly basis for loans approved by SEDA-COG within that quarter. Rates are fixed for the life of the loan and are based on the 10-year treasury rate +1.50%. Please call for current rates.

Term

Three (3) years for working capital; up to ten (10) years for machinery and equipment; up to fifteen (15) years for real estate.

Equity Requirement

For existing businesses (more than two years of operations), borrower must provide a minimum of 10% of the project cost. For start-ups or changes in ownership, borrower may be required to provide 15% of the project cost.

Job Criteria

One job to be created or in some cases retained for every \$50,000 of Revolving Loan funds in the project within three years of disbursement.

Fees

SEDA-COG charges a 1% commitment fee, a 1% closing fee, and a \$500 legal fee.