

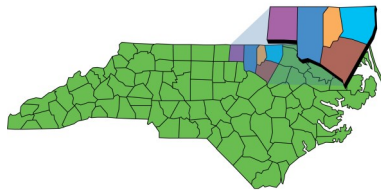
What is the Kerr-Tar Council Of Governments Revolving Loan Fund?

The Kerr-Tar Regional Council of Governments administers a Revolving Loan Fund (RLF) to assist existing businesses as well as new entrepreneurs in securing financing they are otherwise unable to secure through traditional channels.

The primary goal of the RLF program is to create new jobs in the region. Preference is given to businesses that will add full-time skilled or semi-skilled positions.

The source of funding is the Federal Economic Development Administration (EDA). Some specific guidelines may apply.

The Kerr-Tar Regional Council of Governments welcomes partnering with other lenders to assist local area business to succeed and thrive.



*Serving Franklin, Granville, Person,
Vance & Warren County*



**Further Information,
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Kerr-Tar COG Revolving Loan Fund



Kerr-Tar
Regional Council
Of Governments

The Kerr-Tar Regional Council of Governments makes loans for the purpose of creating or retaining jobs within Region K. The Revolving Loan Fund (RLF) can provide financing to purchase or develop land for industrial and commercial facilities, including new buildings, or the renovation of abandoned or unoccupied buildings. The main objective of the RLF Program is to reduce unemployment by creating or retaining jobs. Preference will be given to the businesses that create the most jobs.



ELIGIBLE EXPENDITURES

- Land and Site Improvements
 - including land acquisition, engineering, legal, grading, testing, site mapping and related costs associated with acquisition and land preparation.
- Building Improvements
 - including real estate and related costs associated with acquisition, construction, rehabilitation or demolition of buildings.
- Purchase of Machinery and Equipment
 - including delivery, installation, insurance and related costs.
- Start-Up and Working Capital
- Relocation expenses as per the Uniform Relocation Assistance Act

REPAYMENT OF LOANS

Generally, loans shall be repaid in equal monthly installments including principal and interest, for the duration of the loan.

REVOLVING LOAN FUND

- Available to any for-profit business in the Kerr-Tar Region
- Can be used to start a new business or the expansion of an existing business
- Loan amounts range from \$25,000 to \$200,000 or 75% of the project cost, whichever is less
- Loan amount is dependent on the number of jobs created or retained
- Interest Rate is Fixed
- Repayment terms vary by project

Working Capital	5 years
Machine & Equipment	10 years
Land & Buildings	15 years
- Requirements
 - Collateral to Secure Loan Amount
 - Turn Down Letter from Bank
 - Written Business Plan
- \$1,000 Deposit required but refunded to unsuccessful applicants if no legal costs have been incurred.

MICRO-ENTERPRISE LOAN

- Available to any for-profit business in the Kerr-Tar Region
- Can be used to start a new business or for the expansion of an existing business
- Loan amounts range from \$5,000 to a maximum of \$25,000
- Interest Rate is Fixed
- Repayment terms vary by project

Working Capital	5 years
Machine & Equipment	10 years
- Requirements
 - Collateral to Secure Loan Amount
 - Turn Down Letter from Bank
 - Written Business Plan
- \$500 Deposit required but refunded to unsuccessful applicants if no legal costs have been incurred.

