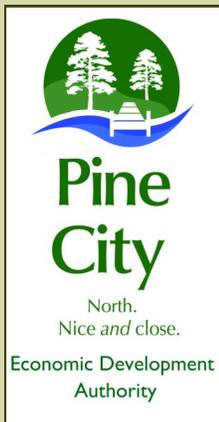


# Pine City Revolving Loan Fund

## REVOLVING LOAN QUICK FACTS:

- Interest rate at 2 points below the prime rate
- 10 year Term
- Maximum amount is \$50,000
- Applicants must supply 30% of total project cost in cash and/or fixed assets.
- \$100 application fee



## ***Background & Use of Funds:***

The Revolving Loan Fund was created by the Pine City Economic Development Authority (EDA) to aid businesses looking to open, relocate to Pine City, or begin an expansion project. It was established to provide low-interest loans to businesses so that they may have financial assistance beyond the conventional bank loan. Often, the loans have functioned as a gap financing option for borrowers because it provides a low-cost option for acquiring the financial resources necessary to complete a project. While there is a set of eligibility requirements outlined by the EDA, the requirements are fairly broad and flexible. The fund was designed to maintain a level of flexibility so that it may meet a variety of financial needs unique to each business.

## ***Process & Timeline:***

The application process is fairly straightforward and is similar to what would be expected when applying for a bank loan. The first step is to meet with EDA staff to discuss the project. If the project meets the guidelines, the next step would be to submit an application and gather all the necessary documents/info. Applications are accepted monthly and must be submitted by the first business day. Once completed, the application will be reviewed by the EDA board and a decision will be made.

## ***The Economic Development Authority***

The EDA is comprised of seven members. The group consists of several local business owners and city officials. A list of members can be found on the webpage listed below.

The EDA's goal is to improve the eco-

nomical conditions of Pine City by working to establish a higher tax base and bring jobs to local citizens. EDA's work is completed through a combination of tools and resources, and incentive programs.

Further information, such as formal guidelines and the application may be found online at <http://pinecity.govoffice.com> then by clicking on Economic Development Authority along the side bar.