

REVOLVING LOAN FUND



MORECO

Mohawk Valley Rehabilitation Corporation

The Small Business Revolving Loan Fund (RLF) is an economic loan program, created by the Economic Development Administration (EDA) under the U.S. Department of Commerce. It is designed to provide resources in support of economic growth, viability and resiliency in the Mohawk Valley.

LOAN FUND GUIDELINES:

Eligibility

- Small businesses and non-profits
- Must be located in Fulton, Herkimer, Montgomery, Oneida, Otsego or Schoharie Counties.

Loan Amount

- Up to \$200,000.

Payment Schedule

- Loans up to 60 months.

Interest Rate

- Interest will be at the prime rate, fixed for the term of the loan.
- In no case will the rate be less than 4%.

Eligible use of Proceeds

- Land, building purchase and renovation costs.
- Construction of new facility.
- Machinery and Equipment.
- Fixed assets and working capital.

Ineligible use of proceeds

- Refinancing of Existing Debt.

Borrower Fee

- \$200 Application Fee.
- Commitment Fee of 0.5% of loan.
- Closing Fee of 0.5% of loan.
- All out of pocket expenses, including legal fees, will be paid for by applicant.

Additional Notes

- MORECO is a “lender of last resort” and will not participate in a project where 100% financing can be obtained through conventional means.
- 10% will be required from the borrower.
- One job must be created for every \$10,000.
- Requires personal guarantees of anyone owning 20% or more of the business.

How to Apply

- Go to mvedd.org
- Under Resources/Documents and Forms, click the “REVOLVING LOAN FUND” application link.
- Send completed application and exhibits needed to info@mvedd.org or mail to the address listed below.

Contact Us

Mohawk Valley Rehabilitation Corporation
(MORECO)

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